Ronald Reagan Presidential Library Digital Library Collections

This is a PDF of a folder from our textual collections.

WHORM Subject File Code: CO077

(Countries: Jamaica)

Case file Number(s): 008000-041894

Box: 103

To see more digitized collections visit: https://www.reaganlibrary.gov/archives/digitized-textual-material

To see all Ronald Reagan Presidential Library inventories visit: https://www.reaganlibrary.gov/archives/white-house-inventories

Contact a reference archivist at: reagan.library@nara.gov

Citation Guidelines: https://reaganlibrary.gov/archives/research-support/citation-guide

National Archives Catalogue: https://catalog.archives.gov/

WITHDRAWAL SHEET

Ronald Reagan Library

Collection Name WHITE HOUSE OFFICE OF RECORDS MANAGEMENT

(WHORM): SUBJECT FILE

Withdrawer

DLB 5/11/2010

File Folder

CO077 (JAMAICA) (008000-041894)

FOIA

S10-306

Box Number 102

SYSTEMATIC

612

						613	
ID	Doc Type	Docur	nent Description		No of Pages	Doc Date	Restrictions
91021	BRIEFING PAPER		TRAINTS ON US D		2	ND	B1
		R	10/7/2022	DEPT. OF STAT	TE WAI	VER	
91022	LETTER	REAG SEAG	AN TO PRIME MINA	NISTER EDWARD	2	9/22/1981	B1
		R	10/7/2022	NSC/DEPT. OF	STATE	WAIVER	25
91023	MEMO		ARD ALLEN TO THE ESPONSE TO SEA		1	9/18/1981	B1
		R	10/7/2022	NSC/DEPT. OF	STATE	WAIVER	25
91024	LETTER	SEAG	A TO REAGAN		3	8/6/1981	B1
		R	10/7/2022	NSC/DEPT. OF	STATE	WAIVER	25

The above documents were not referred for declassification review at time of processing Freedom of Information Act - [5 U.S.C. 552(b)]

B-1 National security classified information [(b)(1) of the FOIA]

B-2 Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]

B-3 Release would violate a Federal statute [(b)(3) of the FOIA]

B-4 Release would disclose trade secrets or confidential or financial information [(b)(4) of the FOIA]

B-6 Release would constitute a clearly unwarranted invasion of personal privacy [(b)(6) of the FOIA]

B-7 Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]
B-8 Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]

B-9 Release would disclose geological or geophysical information concerning wells [(b)(9) of the FOIA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

009243

S/S 8101840

NSC 53

DEPARTMENT OF STATE

Washington, D.C. 20520

dis spillo

January 26, 1981

PG006-12

CONFIDENTIAL ATTACHMENT

MEMORANDUM FOR MR. RICHARD ALLEN THE WHITE HOUSE

Subject: Transmittal of Briefing Paper on Jamaica

As requested by the Vice President's staff, attached is a briefing paper on the subject "Constraints on U.S. Development Assistance for Jamaica."

Peter Tarnoff Executive Secretary

NSC#8100053



DEPARTMENT OF STATE BRIEFING PAPER

CONFIDENTIAL

(Entire Text)

9104

Constraints on U.S. Development Assistance for Jamaica

Summary:

There is sufficient legislative flexibility to move development funds and/or PL-480 funds from other programs to Jamaica. The primary constraints are the costs of cutting other countries' programs when budgets are already tight and the difficulties the Government of Jamaica will have in financing its share of development costs and in finding technical and management personnel to administer projects in addition to the approaching half billion dollar pipeline already funded.

Background:

Development projects have moved very slowly in Jamaica during the past few years. Foreign funding for the external costs has generally been readily available but internal funding for the local costs has not. The pressures of inflation and of IMF limits on domestic spending faced the previous Jamaican government with hard choices between cutting current expenditures for schools, welfare, and government employment and cutting investment. Investment was cut. Because of the largescale out-migration of technical and professional people, there has been a critical shortage of management personnel and even of foremen.

IMF spending limits will also be tight in 1981 and 1982. Prime Minister Seaga has said the only new investment projects Jamaica can afford are those which are totally financed by donors. AID legislation requires a minimum 25 percent recipient country contribution.

Thus far in FY 1981 we have provided \$40 million in ESF financing for essential imports, \$10 million is earmarked to food sales under PL 480, Title I, and \$7.6 million Development Assistance is programmed under A.I.D.'s Continuing Resolution. Some \$4.7 million was obligated for an agricultural marketing project on December 11, 1980. The remaining AID funds are required to finance ongoing projects primarily in agriculture, manpower planning, and family planning.

CONFIDENTIAL

GDS, 1/26/87

Reprogramming additional bilateral aid for Jamaica, however, would present some formidable problems.

Economic Support Fund: The total OYB (operating year budget) for ESF is \$2.23 billion. Of this amount some 98 percent or \$2.18 billion has either been earmarked by Congress for specific countries, has already been obligated, or has yet to be obligated under a treaty commitment.

PL 480: The OYB for PL-480 is 859 million. This budget is extremely tight because our commitment to Egypt is in tons. As the price of wheat rises, an increasing share of the fixed dollar program must go to Egypt. Price increases have been significant in recent months. There is substantial agreement that should modest amounts of PL-480 Title One not be needed in other countries such as Bangladesh, the Jamaican program will be increased.

Development Assistance: The OYB under the Continuing Resolution is \$1.29 billion. This extremely tight budget has been fully programmed. Recipient governments have been informed of their FY 81 levels and project development work is well under way. As of December 31, 29 percent of the OYB had already been obligated.

While the A.I.D. Mission in Jamaica has been preparing two new development projects: one to improve the efficiency of rural health delivery - \$6.0 million, and another to test alternative energy sources and expand use of energy conservation practices, it remains to be determined whether the Government of Jamaica will be able to undertake them, given the constraints which it faces.

A team of A.I.D. housing experts is now in Jamaica to review progress on an existing Housing Investment Guaranty. They will discuss the potential for up to \$15.0 million of new Guaranty Authority. However, it is unlikely that the requisite housing projects have been developed for this Guaranty. Furthermore, the interest rate for new Housing Guaranties (in the vicinity of 15 percent) will be onerous for Jamaica, given its currently strained debt service capacity.

January 26, 1981

NSC/S PROFILE

CONFIDENTIAL

ID 8100053

RECEIVED 27 JAN 81 09

DOCDATE 26 JAN 81

ALLEN

FROM KELLY, J

KEYWORDS: JAMAICA

PL-480

BUSH, G

SUBJECT: TRANSMITTAL OF BRIEFING PAPER ON JAMAICA

ACTION: APPROPRIATE ACTION

DUE: STATUS C FILES

FOR ACTION

FOR COMMENT

FOR INFO

VICE PRESIDENT

RENTSCHLER

DEAL

COLSON

COMMENTS ORIGINAL MEMO GIVEN TO VP OFC PER THEIR REQUEST RENTSCHLER & DEAL CONCURS

REF# 8101840

LOG

NSCIFID (H/H)

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO THE RESIDENCE OF THE PROPERTY CONTRACTOR OF THE PROPERTY PROPERTY OF THE PRO DISPATCH W/ATTCH FILE (C)



U.S. National Archives & Records Administration

Current Status Details for CTRH RECID: 013233 MAIN SUBCODE: FG999

Current Status	Open	
User Name	dbarrie	
Status Date	2012-11-08	
Case Number		
Notes	Transfer to C0077	

Change Status

Close Window

Review Status History

No.	Status	Date	User	Case Number	Notes	
1	Open	2012-11-08	dharrie		Transfer to C0077	

NSC/S PROFILE ID 8100643 UNCLASSIFIED RECEIVED 21 FEB 81 15 FROM BREMER, L. Paul DOCDATE 21 FEB 81 013233 FO 004-03 ROCKEFELLER, DAVID KEYWORDS: JAMAICA **ECONOMICS** FG 006-12 PUO01-06 Bocke felles David SUBJECT: US BUSINESS COM ON JAMAICA DUE: 25 FEB 81 STATUS S ACTION: PREPARE MEMO FOR ALLEN FILES FOR ACTION FOR COMMENT FOR INFO DEAL FONTAINE COMMENTS REF# 8105413 LOG 8100642 NSCIFID (M/)ACTION OFFICER (S) Jance Al meno forkVA DESTRUCTION AND THE PROPERTY OF THE PROPERTY O SECURIOR PROGRAMMENTO ESTA PROBLEMAN ESTE PROGRAMMENTO PR A STATE OF THE PROPERTY AND THE PROPERTY OF TH

DISPATCH FILE WATTCH FILE WI

NATIONAL SECURITY COUNCIL

10:45 a.m. February 23, 1981

Dr. Fontaine,

Tim Deal has "no comment" on NSC #643.

Wilma

NATIONAL SECURITY COUNCIL

Feb 23

Phyllis

The press release will be released at noon on the 24th, I think. Please call me as soon as you have read it so I can tube it to Mr. Allen's office.

Thanks,

Dona Proctor 5694

25 FEBRUARY 1981

RE: 0643

NOTE FOR FILE:

Adm. Nance signed the memo to Mort Allin yesterday, on behalf of RVA. Mr. Allen's office dispatched the memo to Mr. Allin, and did not make a copy of the cover memo for the files.

Jean P.

THE WHITE HOUSE

WASHINGTON

MEMORANDUM FOR:

MORT ALLEN

FROM:

RICHARD V. ALLEN

SUBJECT:

Press Release on US Business Committee

on Jamaica

Attached is the White House press release on the US Business Committee on Jamaica, chaired by David Rockefeller. Please inform Roger Fontaine of my staff (x-5694) of the time of release of the press statement so he can in turn alert the State Department, since an announcement will also be made in Kingston by the parallel Jamaican business committee.

Attachment

NATIONAL SECURITY COUNCIL

February 23, 1981

A	C	T	I	0	N

MEMORANDUM FOR:

RICHARD V. ALLEN

THROUGH:

PHYLLIS KAMINSKY

FROM:

ROGER FONTAINE

SUBJECT:

Press Release on US Business Committee

on Jamaica

At Tab I is a memorandum from you to Mort Allin forwarding a proposed White House press release on the US Business Committee on Jamaica. I propose this be released on February 24 as written.

RECOMMENDATION

That you approve the press release at Tab I and foward it under the memo to Mort Allin for release.

Approve ____ Disapprove ____

Tim Deal concurs.

Attachment

Sud Nance approved for RVA - cy went to malin



DEPARTMENT OF STATE

Washington, D.C. 20520

February 21, 1981

MEMORANDUM FOR MR. RICHARD ALLEN THE WHITE HOUSE

SUBJECT: U.S. Business Committee on Jamaica

Attached is a draft White House press release on the U.S. Business Committee on Jamaica, chaired by David Rockefeller. The Committee will have its first steering group meeting in New York Monday, February 23, and will issue its public announcement on February 24. Therefore the White House release should also be made that day, as will an announcement in Kingston by the parallel Jamaican business committee.

The list of steering group members -- about nine people -- is still incomplete, pending acceptances, and we will forward the names to you as soon as they are confirmed.

We plan to make a supplementary statement about the formation of the Committee at the daily State press briefing February 24.

The State liaison officer for the Committee is Ernest Preeg (632-4100) who will attend the February 23 meeting in New York. He would be available to assist you in any way if the White House should do further backgrounding on this initiative.

L. Paul Bremer, III Executive Secretary

Attachment:

As stated

DRAFT WHITE HOUSE PRESS RELEASE

President Reagan and Jamaican Prime Minister

Seaga, in their talks here on January 28, stressed

the central importance of new private sector investment for Jamaican economic recovery, and agreed that
the formation of action groups of outstanding business
leaders in the two countries would contribute substantially to this end. The President therefore applauds
and strongly endorses the formation of the US Business Committee
on Jamaica, announced today.

The Committee will be chaired by Mr. David Rockefeller, Chairman, Chase Manhattan Bank, and have an initial steering group comprised of

The Committee will work together with a counterpart

Jamaican group in seeking to stimulate and mobilize

new investment, trade and employment in Jamaica during

this critical period of national economic recovery.

The Secretary of State has designated a senior advisor to assist the U.S. Committee and other private activities in support of Jamaica recovery and to help assure harmony with U.S. Government policies.

Revitalization of the private sector is an integral part of the overall economic program being developed by the Government of Jamaica. Discussions are underway between the Government of Jamaica and international financial institutions to establish a sound development and stabilization program over the next three years. The United States, other bilateral donors and the multilateral development banks are coordinating increased levels of economic assistance to strengthen the productive capacity of the country. These efforts, and those of many other private and public bodies, will help alleviate the pressing social problems of poverty and unemployment.

Members of the Steering Group of the US Business Committee on Jamaica:

David Rockefeller, Chairman, Steering Group, and Chairman, Chase-Manhatten Bank

Frank Borman, Chairman, Eastern Airlines

Charles Bludhorn, Chairman, Gulf and Western Industries

John C. Duncan, Chairman, St Joe Minerals

W.H. Krome George, Chairman, Alcoa

Howard C. Kauffmann, President, Exxon corporation

Cornell C. Maier, Chairman, Kaiser Aluminum and Chemical

Seymour Milstein, Chairman, United Brands

David P. Reynolds, Chairman, Reynolds Metal Company

Curt R. Strand, President, Hilton International

Opies Jest Netta (188 12/8/81

19/600

ID#	015843	
	00077	

WHITE HOUSE CORRESPONDENCE TRACKING WORKSHEET

O - OUTGOING				
□ H - INTERNAL				
Date Correspondence Received (YY/MM/DD) 8/103 127				
	Inmain.	Lambara	44	
Name of Correspondent:	My Much	6	7	
MI Mail Report User	Codes: (A)_		(B)	(C)
Subject: Unapened				
,				
<u> </u>		12.173	was a sure and a sure a sure and a sure a sure and a sure a sure and a sure a sure and a sure a sure and a sure a sure and a sure a sure and a sure a sure and a sure a sure and	
ROUTE TO:	AC	TION	DISPO	SITION
		Tracking	Туре	Completion
Office/Agency (Staff Name)	Action Code	Date YY/MM/DD	of Response	Date Code YY/MM/DD
(0 3	E	D	D	A Ph
75 alle	ORIGINATOR	8/123130		C SIDSBO
	Referral Note:			
		1 1		
	Referral Note:		Washington on the table by	
	Chinary Sewicar	11		
	Referral Note:			
		1 1		1 1
	Referral Note:			
	rioicira rvoto.	1 1		1 1
	Referral Note:			
	nelelial Note.			
ACTION CODES:			DISPOSITION CODES:	0.0
A - Appropriate Action C - Comments D - Draft Response	R - Direct Reply w. S - For Signature	Copy	A - Answered B - Non-Special Referra	C - Completed al S - Suspended
F - Fact Sheet	X - Interim Reply		FOR OUTGOING CORRE	
			Type of Response = Code = Completion Date =	'A"
Comments:				
Comments.	THE LETTER	Seally III	MA.	1
				-

Keep this worksheet attached to the original incoming letter.

Send all routing updates to Central Reference (Room 75, OEOB).

Always return completed correspondence record to Central Files.

Refer questions about the correspondence tracking system to Central Reference, ext. 2590.

RECORDS MANAGEMENT ONLY

	CLASSIFIC	ATION SEC	TION	
No. of Additional Correspondents: Media:	<u>5</u> Ind	ividual Code	s: 3.200	
Prime Subject Code 20 077	Secondar Subject C	y Codes:		
		-		
	PRESIDE	ENTIAL REP	LY	
Code Date	THEOLOG	Comme		Form
Odd Date		Comme		
C	Time:			<u>P.</u>
DSP	Time:			Media:
SIGNATURE CODES:			MEDIA CODES:	
CPn - Presidential Correspondence n - 0 - Unknown			B - Box/package	
n - 1 - Ronald Wilson Reagan			C - Copy D - Official document	
n - 2 - Ronald Reagan n - 3 - Ron			G - Message	
n · 4 · Dutch			H - Handcarried L - Letter	
n - 5 - Ron Reagan n - 6 - Ronald			M- Mailgram	
n · 7 · Ronnie			O - Memo	
CLn - First Lady's Correspondence			P - Photo R - Report	
n - 1 - Nancy Reagan	of the second		S - Sealed	
n · 2 · Nancy			T - Telegram V - Telephone	
11.9.			X - Miscellaneous	
CBn - Presidential & First Lady's Correspondence	ondence		Y - Study	
n - 1 - Ronald Reagan - Nancy Reagan n - 2 - Ron - Nancy				

RECEPTION AND SECURITY

Jamaica Embassy 015843

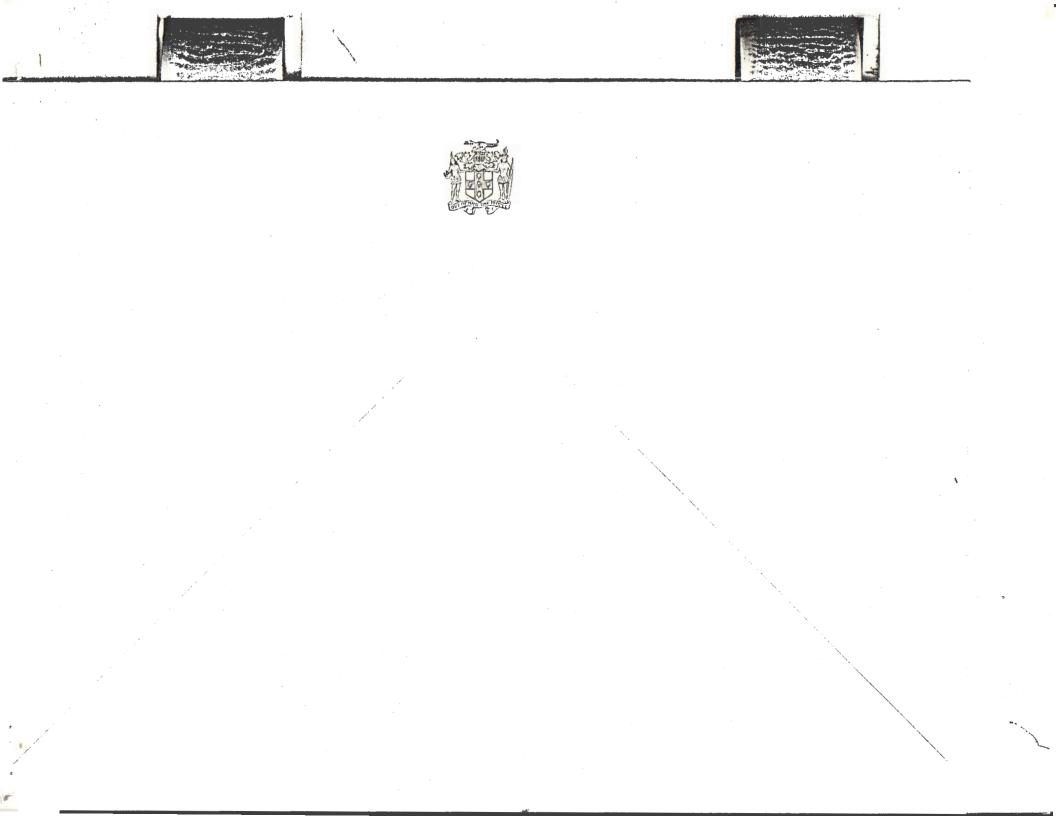
1981 MAR 27 PM 12 13

The President

The White House

Washington, D.C.

ns copy





January 27, 1981

TOAST: Luncheon Honoring Prime Minister Seaga of Jamaica 3/0 (
January 28, 1981)

Mr. Prime Minister, Mrs. Seaga, Minister Shearer and Soco4
distinguished guests:

It is a pleasure for Nancy and me to welcome you today, and an honor of great significance to be hosts to the leader of a nation that is not only a close friend and good neighbor of the United States, but whose recent struggle to remain free of foreign interference is an inspiration to the world.

.Mr. Prime Minister, you are the first head of state to be our guest since I have taken office. This tells us a great deal because it speaks of the bond between our countries. We share the commitment of free people around the world.

We also share a personal bond. We have come to office at nearly the same moment in history; we are both faced with problems; and we both perceive great opportunities for our countries. Discussing some of our mutual concerns during our meeting this morning made me even more mindful of the matters that bring us together.

The times in which we find ourselves, the world in which our countries and our people exist, require great courage.

The trust given to every free individual, and particularly to you and me, is to protect and ensure liberty for our children and our children's children. It is a special pleasure,

Mr. Prime Minister, to welcome a leader of such unique, personal courage.

That courage, and the bold message your people sent the world in electing you to lead them is testimony to the power of one man's dedication and the affirmation of free people for democracy and free enterprise.

I pledge to you the good will, the cooperation and the moral and material assistance of the United States as you work to meet the many challenges you will face in the months ahead. Some of these challenges will come from forces hostile to our shared traditions and mutual interests. I am confident you will fulfill the trust placed in you by your country, and embody the hope of all free people, not only in the Caribbean but in this hemisphere and around the world.

Ladies and gentlemen, I ask that you join he in a toast to the Prime Minister of Jamaica, and Mrs. Seaga, to the friendship and alliance renewed here today, and to our common endeavor to preserve the peace, independence, and freedom of our hemisphere.

TALKING POINTS: Meeting Reporters After Luncheon with Prime Minister Seaga of Jamaica, January 28, 1981

- -- Prime Minister Seaga and I found today that we have much in common. Frankly, because we both came into office about the same time, we've been exchanging stories about how similar our problems are. But I also think we share the view that our peoples are also strong enough to solve those problems.
- -- I found our discussions to be very helpful, and I'm convinced this meeting will help strengthen the ties of friendship between Jamaica and the United States. There is one thing that both of us -- and both of our countries -- share, and that is an unwavering commitment to the cause of freedom in our hemisphere and throughout the world.
- -- The Prime Minister and I talked about the steps we can both take to strengthen democratic institutions in the Caribbean region and to increase our cooperation there.
- -- I was impressed by the Prime Minister's strong commitment to rebuilding the Jamaican economy and to obtain effective outside assistance in that effort. I assured the Prime Minister that he could count on American support for his objectives, especially in his efforts to expand his country's private sector.
- -- Mr. Prime Minister, we are honored to have you as America's first foreign visitor in my administration. And let me express to you my personal hopes that the first shall not be the last.

g.b.

NS 4 State Waivers
10/4/2022

WS 033460
3100
3100
C0077
WASHINGTON VD004-02
CM008
Siglimlar 22, 1981 TA004-08

Dear Mr. Prime Minister:

Thank you for your letter of August 6. I was very pleased to hear of the improvement in some aspects of Jamaica's economy.

In early July I had a good meeting with the U.S. Business Committee and heard of their efforts, together with their Jamaican counterpart, to assist Jamaica's economic recovery. I have every hope that the activity stimulated by these Committees will contribute substantially to maintaining the momentum you have already achieved.

On March 13, I directed the General Services Administration to begin the first purchase program for the National Defense Stockpile in over twenty years. Our efforts to restart this program have initially concentrated on those materials where U.S. vulnerability to foreign supply disruption is greatest. We are continuing to revise specifications for other items, including Jamaican-type bauxite, with the intention of announcing competitive acquisition programs, either cash, barter or exchange, as soon as possible.

The details of the program will necessarily reflect the policy and budgetary consideration required by the legislative mandate for our stockpile program.

I appreciate the key role bauxite plays in Jamaica's economy and applaud your efforts to see that Jamaica's foreign exchange requirements are met as much as possible through increased export earnings. Acquisitions of Jamaican-type

03346055

NSC#8104878

Visit of David Rackefeller and U. E. Businessmens Comte

en de la companya de la co

bauxite are in the national security interests of the United States, and I believe we will be in a position to announce such a program for a portion of our requirements within the next two months.

I am following closely the steps taken to revitalize Jamaica's economy. Your efforts in meeting the challenge will serve as an inspiration to leaders in the Caribbean and throughout the developing world.

Sincerely,

Roma Si Come

The Honorable
Edward Seaga, M.P.
Prime Minister of Jamaica
Kingston

to the first of the control of the c

4878 |S| 9|22|81

91023

THE WHITE HOUSE

WASHINGTON

CONFIDENTIAL

September 18, 1981

ACTION

NSC/State Waivers

W/7/2022

MEMORANDUM FOR THE PRESIDENT

FROM:

RICHARD V. ALLEN Juil

SUBJECT:

Response to Seaga Letter

(U)

Prime Minister Seaga has requested USG purchases of Jamaican bauxite for our Strategic Stockpile. Such purchases would be a needed boost to Jamaica's troubled economy.

In answer to Jamaica's request, our program will involve the procurement of almost one million tons of bauxite in FY 82 -- this being the largest increase in bauxite production that Jamaica can achieve in the coming fiscal year.

The bauxite will be garnered through direct purchase, agricultural barter using USG-owned excess corn and, if need be, through exchanging excess materials currently held in our Strategic Stockpile for bauxite. This will all be accomplished under approved budget ceilings. The Departments of State, Interior and Agriculture as well as GSA and FEMA agree with this program.

RECOMMENDATION

That you sign the letter to Prime Minister Seaga at Tab A.

Attachments

Tab A Letter to the Prime Minister

Tab B Prime Minister's letter of August 6

cc: The Vice President

Ed Meese Jim Baker

CONFIDENTIAL Review Sept. 4, 1987 Mselstite Weivers



JAMAICA HOUSE

6th August, 1981

All the will the the soil

I was more than pleased to have received recently in Jamaica David Rockefeller and other members of the U.S. Businessmen's Committee appointed by you. The opportunity was taken for a full exchange of views on progress to date and plans for the future.

I am more than pleased with the dedication of the Committee and particularly the deep commitment of the Chairman, David Rockefeller, to the development of a vigorous programme of investment with Jamaica.

I look forward to much success in the interrelationship of the two Committees working together to ensure the development of increased business activity between our countries leading to greater employment opportunities for the people of Jamaica.

I am sure that you will be pleased to learn that the assessment of performance of the Jamaican economy as of June 30th, carried out by Governmental agencies and by the I.M.F., show broad agreement that the economy is responding to our economic strategies.

The assessment indicates that this year, the Jamaican economy will end its long period of poor performance during which eight consecutive years of negative growth were recorded. The projection is that some real growth will be achieved this year for the first time in nine years.

Over the last five years, Jamaica has suffered an average 30% rate of inflation per annum. We have in the first half of this year reduced this awesome burden to an unbelievable rate of less than 1%. Furthermore, it is not expected that for the year 1981 inflation will finally exceed more than 8%.

Similarly, on the basis of the April 1981 Labour Force Survey, unemployment has fallen from 27.8% in April, 1980, to 26.2% this year, a marginal but welcome reduction.

Bank credit to the private sector this year will double the level of last year. New investment proposals, both domestic and foreign, total more than 300. These are currently being processed and it is expected that many will be implemented.

The Stock Market Index has established a record high in seven months after the change of Government rising from a near record low last November, a very clear sign of the return of investment confidence.

Divestment/

The President, The White House, Washington



JAMAICA HOUSE

2.

Divestment of loss enterprises operated by the previous Government as well as new lease arrangements for Government-owned and operated Hotels are proceeding based on our policy to return productive operations to private control or management.

Overall, the economy is becoming more open and once again responding to the stimulants of competition and reward for private initiative.

These gains have been made with the considerable support of your programmes of assistance to Jamaica which have been both timely and meaningful.

I must reluctantly bring to your attention, however, knowing the considerable interest you have displayed in the progress of Jamaica, that despite the strong trends to economic recovery reported for the first half of this year, it is not expected that we can hold on to these gains without improvement in our foreign exchange position.

The I.M.F. Report perceives that the economy will suffer a severe shortage of foreign exchange by early next year. This is because the lead time required to build up new foreign exchange earning capacities in industry and agriculture is at least three years bearing in mind how little was done to increase our ability to earn more foreign exchange over the past several years of depression.

While new investments are being structured now to improve our earnings in three years, we dare not allow the momentum and confidence which have been creating a dynamic thrust for development since the change of Government, to slip at this point.

If this was to happen, we would hardly be able to recover ground by the new developments coming on stream in three years, and much of the hope of the people of Jamaica and our friends overseas for a permanent turn-around of the Jamaican economy would have been lost.

It has been generally conceded that the only real recourse which we have to enhance our foreign exchange position over the next three years until other developments in industry and agriculture are implemented, is to mine and export more bauxite.

It has been estimated that an additional six million tonnes of bauxite mined and exported per annum over this period would provide sufficient foreign exchange to enable the economy to consolidate its gains and to improve at a pace which would restore the country unalterably to a path of growth.

We have accordingly commenced a vigorous drive to market bauxite wherever possible, as an alternative to still greater loans and aid.

It is against this background that I write to you in connection with the stated needs of the U.S. Strategic Materials Stockpile for 12 million tonnes of Jamaica type bauxite.



JAMAICA HOUSE

3.

You may recall that this matter was first raised when I had the opportunity to discuss with you various matters during my official visit to Washington.

At that time I indicated our willingness to enter into a barter arrangements if necessary for the supply of bauxite in exchange for any saleable or usable commodity, if Budgetary constraints prevented a cash purchase of, say, 4 million tonnes per annum, for each of 3 years.

Because the forecasts now suggest that critical attention will be given to taking immediate steps to forestall a severe shortage of foreign exchange in the next few months, I reluctantly raise the matter again at this time as the only viable alternative to further loans and aid.

Our prospects for the future have been made more difficult by a programmed cut-back of alumina production in Jamaica first by Alcoa and Alcan, and on the latest advice, by Reynolds, Kaiser and Anaconda to follow.

If you can find it possible to accommodate this transaction, it would end speculation as to the eventual successful turn-around of the Jamaican economy once and for all.

Please accept my warm regards and personal good wishes.

Copies Sent to	NETTA /188/NEWEN	Date 12/9/8
MR. DARMAN		

*.

BB

MEMORANDUM

CONFIDENTIAL

THE WHITE HOUSE

WASHINGTON

CONFIDENTIAL

October 30, 1981

F6011 F6011

ACTION

MEMORANDUM FOR THE PRESIDENT

FROM:

RICHARD V. ALLEN

SUBJECT:

Letter to Prime Minister Seaga

DECLASSIFIED
Sec. 3.4(b), E.O. 12858, as amended
Sec. 4. Source, Buildelines, Sect. 11, 200

3374955 6337945

ARA DATE II 23 1-014

Attached at Tab B is Secretary Haig's memo to you describing the current Jamaican economic situation and what can be done about it. The problems have proved more intractable than anticipated by either us or the Jamaicans.

Jamaica, of course, remains a very high priority for this administration, and Secretary Haig outlines further steps we can and must take.

One immediate action would be a letter (at Tab A) from you to Prime Minister Seaga outlining what we are prepared to do on bauxite. Your letter then appreciates the severe management problems Prime Minister Seaga faces, and offers your own experience with OMB. Your letter may well encourage the Prime Minister to create a sound staff system which he urgently needs to do.

Your letter will be delivered by Deputy Secretary of State William Clark to Prime Minister Seaga when they meet in Antigua for that island's independence day on November 1. In their subsequent bilateral meeting (attended also by Tom Enders) the issues you raise will be further explored.

The text of the letter was prepared by State and has been cleared by the Speechwriters.

RECOMMENDATION

That	you	sign	the	letter	to	Prime	Minster	Seaga	at	Tab	A
------	-----	------	-----	--------	----	-------	---------	-------	----	-----	---

Approve	Disapprove	

Attachments

Tab A Letter to Prime Minister Seaga

Tab B Secretary Haig's Memo dated October 28, 1981

cc: Ed Meese, James Baker

CONFIDENTIAL

Review 10/29/87

CONEIDENHAL NSC #8106308

THE WHITE HOUSE

WASHINGTON

October 30, 1981

MR. PRESIDENT:

The attached letter is to be carried by Bill Clark, who is leaving tomorrow.

If you approve, please have Dave Fischer or your military aide notify me -- and I will have the original signed and delivered.

Thank you.

Richard G. Darman

Authority State Weiver 11/6/15

BY db NARADATE 11/23/7018

THE SECRETARY OF STATE

WASHINGTON

October 28, 1981

CONFIDENTIAL

MEMORANDUM FOR:

THE PRESIDENT

FROM:

Alexander M. Haig, Jr.

SUBJECT:

Jamaica's Economic Straits

Our plan to promote Jamaica's economic recovery was based on a key assumption: a relatively small amount of U.S. aid and a much larger international program, combined with the dismantling of oppressive government controls, would quickly reactivate a declining economy; this would attract the private investment necessary to drive economic growth and reduce Jamaica's reliance on foreign support.

The plan is sound, but we were too optimistic on timing.

A shortfall in exports and foreign aid receipts raises the possibility of a new foreign exchange crunch early next year. The weak aluminum market has depressed production, exports, and investment in Jamaican bauxite and alumina. (Seaga has just learned that Jamaica will lose \$40 million more in foreign exchange as a result of Reynolds Metals' decision to cut production an additional 50%.) Bureaucratic inefficiency, centralization, and excessive caution have slowed economic reform and investment proposal processing. David Rockefeller's Business Committee has spread the word about Jamaica but has produced very few actual investments. The pace of local investment has also been slow.

We are attacking all of these problems.

-- Declining bauxite production. We are following up on your letter to Prime Minister Seaga with a program to acquire at least one million tons of Jamaican bauxite for the defense stockpile.

Which is a condition for a \$65-75 million structural

81 OC158 PIO: 15

CONFIDENTIAL

adjustment loan from the World Bank, and are using our ESF funds for further leverage. Progress has been made.

- -- Weakness in Jamaican exports. An interagency group chaired by USTR is reviewing Jamaica's request for the addition of some three dozen mostly agricultural products to the Generalized System of Preferences, with a decision expected in February or March.
- -- Trade and investment. The proposal under consideration for a Caribbean Basin Free Trade Area would benefit Jamaica in the longer run by attracting investment for items which Jamaica does not now produce or export.
- -- Flagging U.S. investment in Jamaica. David Rockefeller is committed to producing a respectable number of concrete investments for Jamaica in 1982.
- -- Weak government management. We are giving very high priority to assisting Jamaica's new investment promotion unit, with promising initial results. We are also attempting to persuade Seaga to adopt an OMB-type mechanism to organize economic information and monitor finances and manpower; we believe your advice to Seaga could be decisive.

RECOMMENDATION:

That you write to the Prime Minister along the lines of the attached letter.

CONFIDENTIAL



036472 Co 011 ID #___

WHITE HOUSE CORRESPONDENCE TRACKING WORKSHEET

○ 0 · OUTGOING ○ H · INTERNAL ○ 1 · INCOMING Date Correct	spondence						
	respondent: James		ngstar, Ja	maica			
MI Mail Ro	eport	User Codes: (A) _		(B)	(C)		
Subject: Un	opened						
*			/				
ROUTE TO:		AC*	TION	DISF	OSIT	ION	
Office/Agency ((Staff Name)	Action Code	Tracking Date YY/MM/DD	Type of Response	Gode	Comple Date YY/MM	0
ns alle		ORIGINATOR	81108117		C	8/02	311
		Referral Note:				1	1
		Referral Note:					
		Referral Note:	1				1
		Referral Note:			_		1
			1 1		_	1	1
		Referral Note:					
A	CTION CODES: A - Appropriate Action C - Comment/Recommendation D - Draft Response F - Furnish Fact Sheet	I - Info Copy Only/No Ac R - Direct Reply w/Copy S - For Signature	tion Necessary	DISPOSITION CODES: A - Answered B - Non-Special Refe		C - Complet S - Suspend	
	to be used as Enclosure		A COUNTY	FOR OUTGOING CORF Type of Response = Code = Completion Date =	initials	of Signer	
Comments:	A	AND DESIGNATIONS	ENER C				
Comments:	D - Draft Response F - Furnish Fact Sheet	S - For Signature X - Interim Reply		FOR OUTGOING CORF Type of Response = Code =	RE	ESPOND Initials	ESPONDENCE: Initials of Signer

Keep this worksheet attached to the original incoming letter. Send all routing updates to Central Reference (Room 75, OEOB). Always return completed correspondence record to Central Files. Refer questions about the correspondence tracking system to Central Reference, ext. 2590.

RECORDS MANAGEMENT ONLY

	CLASSIFICATION SECTION	
No. of Additional Correspondents: Media:	5 Individual Codes: 3.100	
Prime Subject Code: O 011	Secondary Subject Codes:	
	PRESIDENTIAL REPLY	
Code Date	Comment	Form
C	Time:	<u>P.</u>
DSP	Time:	Media:
remarks.		
SIGNATURE CODES:		
CPn - Presidential Correspondence	MEDIA CODES:	
n - 0 - Unknown	B - Box/package C - Copy	
n · 1 · Ronald Wilson Reagan n · 2 · Ronald Reagan	D - Official document	
n - 3 - Ron	G - Message H - Handcarried	
n - 4 - Dutch n - 5 - Ron Reagan	L - Letter	
n - 6 - Ronald	M- Mailgram O - Memo	
n - 7 - Ronnie	P - Photo	
CLn - First Lady's Correspondence	R - Report S - Sealed	
n - 1 - Nancy Reagan n - 2 - Nancy	T - Telegram	
n - 3 - Mrs. Ronald Reagan	V - Telephone X - Miscellaneous	
CBn - Presidential & First Lady's Corresp	W Carrier	
n - 1 - Ronald Reagan - Nancy Reaga		

JANAICA HOUSE EINGSTON, JANAICA

MSCON

The President
The White House
Washington.

MEMORANDUM

NATIONAL SECURITY COUNCIL

4542

036847

July 28, 1981

1110

INFORMATION

MEMORANDUM FOR RICHARD V. ALLEN

FROM:

NORMAN A. BAILEY 7/3

RVA HAS SEEN

SUBJECT:

Jamaica

William J. McManus, Treasurer of the Republican National Committee, called and asked me to meet with William E. Wickens, attorney with Howrey and Simon, and a member of the Rockefeller Commission on Jamaica.

Mr. Wickens indicated that the situation in Jamaica is deteriorating daily and that Seaga doesn't have much more time to show some progress. He felt that the Rockefeller Commission was almost wholly ineffective. He made various suggestions to me and I to him. I am already in touch with the AID people involved and together we're trying to improve the programs. Little can be expected, however, until Jamaica stops trying to review every investment proposal and until exchange controls are taken off.

cc: Roger Fontaine

NSC#8104542

4542

RECEIVED

81 JUL 29 AID: 04

	Q 29/1053	
JANET COLSON	A 21/1000	
BUD NANCE	- X	
DICK ALLEN	1	
IRENE DERUS	RVA HAS SEEN .	
JANET COLSON		٠.
BUD NANCE		
KAY		
CY TO VP	SHOW CC	
CY TO MEESE	SHOW CC	
CY TO BAKER	SHOW CC	
CY TO DEAVER	SHOW CC	
CY TO BRADY	SHOW CC	

RECEIVED 28 JUL 81 19

TO

ALLEN

FROM BAILEY

DOCDATE 28 JUL 81

036847

KEYWORDS: JAMAICA

MCMANUS, WILLIAM J

WICKENS, WILLAAM E

SUBJECT: MTG W/ WICKENS RE ROCKEFELLER COMM ON JAMICA

ACTION: FOR INFORMATION

DUE: STATUS IX FILES

FOR ACTION

FOR COMMENT

FOR INFO

ALLEN

FONTAINE

COMMENTS

REF#

LOG

NSCIFID (M/)

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE

DISPATCH

W/ATTCH FILE W/

3 . **MEMORANDUM**

URGENT

NATIONAL SECURITY COUNCIL

R510445 SEEN

ACTION

August 28, 1981

039526

1211

MEMORANDUM FOR RICHARD V. ALLEN

FROM:

ROGER W. FONTAINE

28

00034-01

SUBJECT:

Jamaica-Taiwan Relations

Attached at Tab A is a letter from Senator Richard Stone outlining the current status of the ROC's investment interest in Jamaica. Apparently, there is some fear in Jamaica that Jamaican-Taiwan relations would be frowned upon by the U.S.

Stone suggests a word from you that this is not true (rather the reverse) would be very helpful.

I concur.

RECOMMENDATION

Inat	you give a	g dreen tr	girt on this	reractionship	through me	
(via	phone call) /to Sena	tor Stone t	o Prime Minis	ter Seaga.	lande allow
		1/1/2	at he we	news the feeth	unexactor -	har was
	Approve _	po	Disapprove	have sed please	no object	chear
						Las Loves.
That	you give a	green li	ght on this	relationship bassador to P	through me	- Tauvan
Cona	phone cars) to the	valiarcan an	Dassador to F.	TIME MINISCE	1
Seaga	1.				couls	a grounde
	Approve _		Disapprove		Lubricas	ass. 1 bue.
					of ser	spore.
						9/1/81

Attachment

Tab A

Letter from Senator Stone dated August 25

NSC#8105104

Followed up w.m. phon call to sun. Store Supt 2 10:15 The all report results.

3 - 3 PROSKAUER ROSE GOETZ & MENDELSOHN 1150 CONNECTICUT AVENUE, N. W. 300 PARK AVENUE RICHARD B. STONE RICHARD H. ROWB NEW YORK, N. Y. 10022 BRUCE S. WOLFF WASHINGTON, D. C. 20036 TELEPHONE: (212) 593-9000 DONALD W. SAVELSON RESIDENT PARTNERS 2049 CENTURY PARK BAST LOS ANGELES, CALIF. 90067 TELEPHONE: (213) 557-2900 TELEPHONE: (202) 466-7300 150 EAST PALMETTO PARK ROAD CABLE: ROPUT (WASH, D. C.) BOCA RATON, FLORIDA 33432 TELEX: 892795 TELEPHONE: (305) 391-9700 4 ST. JAMES'S PLACE August 25, 1981 LONDON SWIA INP TELEPHONE: 01-493-8913 500 OLD COUNTRY ROAD GARDEN CITY, NEW YORK 11530 TELEPHONE: (516) 746-7900 Roger Fontaine National Security Council 17th & Pennsylvania Avenue, NW Room 351 OEOB Washington, DC 20506 Dear Roger: Negotiations between ROC, private and public investors, and Prime Minister Seaga of Jamaica have been taking place similar to the Saint Vincent situation (regarding which today's report from FBIS is attached hereto). The ROC investors were told, however, by a Jamaican official (not Seaga) that if Jamaica were to formally recognize the ROC that they think that would anger or distress the U.S. Government. A private word from RA or other appropriate US leader that the USG would not be distressed or have serious objection, would be extremely helpful at this point. I would convey this directly to Prime Minister Seaga only. Sincerely, Richard B. Stone RBS:cjj Enclosure

V 1

TAIWAN, SAINT VINCENT FORM CLOSER RELATIONS

Establish Diplomatic Ties

OW161439 Taipei CNA in English 1352 GMT 16 Aug 81

[Excerpt] Taipei, 16 Aug (CNA)--The Republic of China Saturday formally established diplomatic relations with Saint Vincent and the Grenadines. The Ministry of Foreign Affairs made the announcement. Robert M. Cato, prime minister of Saint Vincent and the Grenadines, a country located in the eastern Caribbean Sea, and Premier Sun Yun-hsuan signed jointly the instruments establishing the relationsip at Taipei Guesthouse.

Later, Premier Sun, on behalf of the Chinese Government, decorated Prime Minister Cato with the order of brilliant star with special grand cordon. The decoration was made in recognition of his outstanding contribution to the promotion of friendly relations between the two countries. Speaking at the occasion, Prime Minister Cato highly praised the rapid economic development in Taiwan during the past decades. Trade between the two countries should be strengthened in the future, he stressed. Premier Sun also expressed his belief that the cooperative relations and friendship between the two governments and peoples will be closer in the future.

Sign Joint Communique

OW161505 Taipei CNA in English 1436 GMT 16 Aug 81

[Text] Taipei, 16 Aug (CNA)--Premier Sun Yun-hsuan and Prime Minister Robert M. Cato of Saint Vincent and the Grenadines Sunday signed a joint communique stressing that the two countries share the same political ideals and will strengthen economic and technical cooperation. The signing ceremony was held at the Sungshan airport (?VIP) room upon Prime Minister Cato's departure in the afternoon.

In the joint communique, the two prime ministers reiterated the firm position of their governments "to uphold the principles of international justice, freedom and human dignity. They agreed that all freedom-loving nations should further promote unity among themselves so as to ensure, through joint efforts, the security and social progress of the free world."

They also said that "in view of the fact that the two countries share the same political ideals and have the same desire to strengthen economic and technical cooperation between the two countries, the following agreements have been reached:

- 'A) Full diplomatic relations be established between St. Vincent and the Grendadines and the Republic of China as of August 15, 1981.
- "B) The Government of the Republic of China agrees to provide technical assistance to the Government of St. Vincent and the Grenadines in the fields of agriculture and fishery. To that end, a team of experts will be dispatched from the Republic of China to St. Vincent and the Grenadines to help develop agriculture and fishery.

"The prime minister of St. Vincent and the Grenadines has held discussions with a number of enterpreneurs in the private sector of the Republic of China with a view to establishing joint ventures in St. Vincent and the Grenadines."

5104

\$ 5104

RECEIVED

81 AUG 31 A 9: 21

	One			
JANET COLSON	A			
BUD NANCE	1			
DICK ALLEN	WE 31			,
IRENE DERUS	igo .			1
JANET COLSON	9			
BUD NANCE				
PETER			٠.	
CY TO VP		SHOW CC		
CY TO MEESE		SHOW CC		
CY TO BAKER		SHOW CC		
CY TO DEAVER		SHOW CC		
CY TO BRADY		SHOW CC		
Comments: 1 SE	PT			

MR. ALLEN'S NOTE SAYS:

Note: we have no recommendation - but also no objection whatsoever. Taiwan could provide technical assistance, I suppose.

	~~		0.1	1.0
RECEIVED	28	AUG	81	19

TO ALLEN

FROM FONTAINE

DOCDATE 28 AUG 81

STONE, RICHARD B

25 AUG 81

039526

KEYWORDS: JAMAICA

CONGRESSIONAL

TAIWAN

SUBJECT: CONGRESSIONAL CONCERNS OVER JAMAICA / TAIWAN RELATIONS

ACTION: FOR DECISION DUE: STATUS X FILES

FOR ACTION FOR CONCURRENCE FOR INFO

ALLEN LILLEY

COMMENTS

REF# LOG (D/)NSCIFID

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO

-0

W/ATTCH FILE DISPATCH

100.00

TO THE STATE OF THE RELATION

STATUS X FILL

1 171

YHIII

di il Jevi

ACTION REQUIRED

A spit hermal

the state have the

and the same of the same

8

Department of State 100 State 1

OUTGOING TELEGRAM

PAGE Ø1 STATE 25527Ø ORIGIN ARA-16

INFO OCT-00 ADS-00 AID-07 EUR-12 SS-15 ICA-11 10-15 NSC-05 PA-01 CPR-02 OES-09 SPRS-02 /095 R

DRAFTED BY ARA/CAR: MEBARNES
APPROVED BY ARA: EEBRIGGS
T: JVOLF
OESMHOINKES
10: FCUNNINGHAM
ARA/ECP: DHOLM
AID/LAC/CAR: GHILL
ARA/CAR; RBHOWARD
S/S: CMCMANAWAY
WSC: NBAILEY/RFONTAINE

-----B77225 240739Z /21

Edward

P 240619Z SEP 81 FM SECSTATE WASHDC TO AMEMBASSY KINGSTON PRIORITY

LIMITED OFFICIAL USE STATE 255270

FOR AMBASSADOR LAWRENCE

E.O. 12065: N/A TAGS: OCON, UNEP, ECLA, JM

SUBJECT: LETTER FROM PRIME MINISTER SEAGA TO PRESIDENT REAGAN REQUESTING A US CONTRIBUTION TO THE TRUST FUND FOR THE ENVIRONMENTAL ACTION PLAN FOR THE WIDER CARIBBEAN

REFS: KINGSTON 3158; STATE #99375

1. AT THE CONFERENCE IN MONTEGO BAY, SPONSORED BY THE ECONOMIC COMMISSION FOR LATIN AMERICA AND THE UNITED NATIONS ENVIRONMENTAL PROGRAM, WHICH ESTABLISHED THE ENVIRONMENTAL ACTION PLAN FOR THE WIDER CARIBBEAN REGION (CAP) THE US WAS UNABLE TO PLEDGE ANY FUNDS TO THE CARIBBEAN TRUST FUND (CTE) ESTABLISHED TO CARRY OUT THE PROGRAM FOR THE CAP. AFTER THE CONFERENCE PRIME MINISTER SEAGA WROTE TO THE PRESIDENT URGING A US CONTRIBUTION OF \$300,000 TO THE TRUST FUND. THE CONTRIBUTION WAS TO COVER A "SHORTFALL" BETWEEN THE \$1.5 MILLION TARGET FIGURE FOR THE CTF TO COVER PART OF THE COSTS OF CAP "IMPLEMENTATION AND THE \$1.2 MILLION ACTUALLY PLEDGED AT THE MONTEGO BAY MEETING. THE TARGET HAD BEEN SCALED DOWN

FROM \$2.32 MILLION AFTER THE US, THE UK AND THE METHER-LANDS STATED THEY COULD NOT IMMEDIATELY COMMIT FUNDS. THE "SHORTFALL" REFERRED TO IN THE PRIME MINISTER'S 4/15 LETTER RESULTED FROM THE FAILURE OF OTHER COUNTRIES PLEDGING CONTRIBUTIONS IN JAMAICA TO MATCH THEIR TARGET FIGURES.

- 2. IN VIEW OF THE PRIME MINISTER'S LETTER WE HAVE LOOKED AT THIS ISSUE AGAIN. AFTER THOROUGH REVIEW, WE HAVE CONCLUDED THAT WE ARE UNABLE AT THIS TIME TO PROVIDE A CONTRIBUTION TO THE CARIBBEAN TRUST FUND FOR THE 1982-83 BIENNIUM. THIS DECISION COMES AT A TIME WHEN WE HAVE HAD TO MAKE SOME VERY DIFFICULT CHOICES TO ACHIEVE ECONOMIES IN USG SPENDING.
- 3. THE US WILL PROVIDE BILATERAL SUPPORT FOR CERTAIN HIGH PRIORITY ACTIVITIES UNDER THE PLAN. WE WILL ALSO CONTINUE OUR BILATERAL FUNDING FOR ENVIRONMENTAL PROGRAMS THROUGHOUT THE CARIBBEAN BASIN REGION. MOREOVER, WE WILL CONSIDER THE POSSIBILITY OF FUTURE US CONTRIBUTIONS TO THE CTF.

NSC #8102191

Caribbean action Group LIMITED OFFICIAL USE

4. YOU SHOULD TAKE THE OCCASION OF ONE OF YOUR MEETINGS WITH THE PRIME MINISTER TO CONVEY THE ABOVE MESSAGE, WHICH HAS THE CONCURRENCE OF THE WHITE HOUSE. THERE WILL BE NO WRITTEN REPLY TO THE PRIME MINISTER'S LETTER. CLARK

041819 3100 PY: CO077 FA 11086

ARA/CAR=MEBARNES 8/25/BI EXT - 26386 ARA: EEBRIGGS T= JNOLF IO : FCUNNINGHAM ARA/ECP=DHOLH AID/LAC/CAR: GHILL ARA/CAR: RBHOWARD NZC PRIORITY KINGSTON FOR AMBASSADOR LAURENCE E-0- 12065: N/A TAGS: OCON, UNEP - ECLA, JM SUBJECT: LETTER FROM PRIME MINISTER SEAGA TO PRESIDENT REAGAN REQUESTING A US CONTRIBUTION TO THE TRUST FUND FOR THE ENVIRONMENTAL ACTION PLAN FOR THE WIDER CARIBBEAN ETEPPO STATE FRELE MOTZBNIX RBHO 212 AT THE CONFERENCE IN MONTECO DAY - SPONSORED BY THE JZN. ECONOMIC COMMISSION FOR LATIN AMERICA AND THE UNITED NATIONS ENVIRONMENTAL PROGRAM, WHICH ESTABLISHED THE ENVIRONMENTAL ACTION PLAN FOR THE WIDER CARIBBEAN REGION ECAPF THE US WAS UNABLE TO PLEDGE ANY FUNDS TO THE CARIBBEAN TRUST FUND (CTF) ESTABLISHED TO CARRY OUT THE PROGRAM FOR THE CAP- AFTER THE CONFERENCE PRIME MINISTER SEAGA WROTE TO THE PRESIDENT URGING A US CONTRIBUTION OF \$300,000 TO THE TRUST FUND. THE CONTRIBUTION WAS TO COVER A "SHORTFALL" BETWEEN THE \$1.5 MILLION TARGET FIGURE FOR THE CTF TO COVER PART OF THE COSTS OF CAP "IMPLEMENTATION AND THE \$1.2 MILLION ACTUALLY PLEDGED AT THE MONTEGO BAY MEETING- THE TARGET HAD BEEN SCALED DOWN

Caribbean action George

LIMITED OFFICIAL USE

FROM \$2-32 MILLION AFTER THE US. THE UK AND THE NETHER-LANDS STATED THEY COULD NOT IMMEDIATELY COMMIT FUNDS. THE "SHORTFALL" REFERRED TO IN THE PRIME MINISTER'S 4/15 LETTER RESULTED FROM THE FAILURE OF OTHER COUNTRIES PLEDGING CONTRIBUTIONS IN JAMAICA TO MATCH THEIR TARGET FIGURES.

- Z- IN VIEW OF THE PRIME MINISTER'S LETTER WE HAVE LOOKED AT THIS ISSUE AGAIN- AFTER THOROUGH REVIEW. WE HAVE CONCLUDED THAT WE ARE UNABLE AT THIS TIME TO PROVIDE A CONTRIBUTION TO THE CARIBBEAN TRUST FUND FOR THE 1982-83 BIENNIUM- THIS DECISION COMES AT A TIME WHEN WE HAVE HAD TO MAKE SOME VERY DIFFICULT CHOICES TO ACHIEVE ECONOMIES IN USG SPENDING-
- 3- THE US WILL PROVIDE BILATERAL SUPPORT FOR CERTAIN HIGH PRIORITY ACTIVITIES UNDER THE PLAN- WE WILL ALSO CONTINUE OUR BILATERAL FUNDING FOR ENVIRONMENTAL PROGRAMS THROUGHOUT THE CARIBBEAN BASIN REGION- MOREOVER. WE WILL CONSIDER THE POSSIBILITY OF FUTURE US CONTRIBUTIONS TO THE CTF-
- THERE WILL BE NO WRITTEN REPLY TO THE PRINE MINISTER'S
 LETTER- YY

(2194) 4124



DEPARTMENT OF STATE

Washington, D.C. 20520

August 20, 1981

Mr. Allen Lenz, Staff Director National Security Council Room 376A, Old Executive Office Building Washington, D.C. 20506

Dear Allen:

Responding to your memorandum NSC 2191-4124 of August 17 to Jerry Bremer on the subject of two overdue letters (Jamaica-Seaga, and Costa Rica - Carazo), we will have a draft reply to Carazo over to you within 12 hours.

On the Seaga letter, our delay has been frankly inexcusable. We have located the problem and look forward to sending you a reply early next week.

Unless you object, I would like to keep a semi-formal channel such as this open for exchange of facts on overdue items.

Sincerely,

/ccm

Tain P. Tompkins
Deputy Director, S/S-S

NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

NSC-2191/4124

CONFIDENTIAL

August 17, 1981

MEMORANDUM FOR L. PAUL BREMER III

EXECUTIVE SECRETARY DEPARTMENT OF STATE

SUBJECT:

Overdue Presidential Heads of State/Government

Correspondence (U)

Please advise of the status of the following two letters

which are overdue:

Jamaican Prime Minister Seaga's April 15 letter requesting US pledge to Caribbean Action Group which was forwarded to you on April 17

Costa Rican President Carazo's July 2 letter on tuna imports -- S/S 8120645 of July 9 (2)

Allen J. Lenz Staff Director

CONFIDENTIAL Review 8/13/87

REFERRAL

DATE: 17 APR 81

MEMORANDUM FOR: STATE SECRETARIAT

DEPARTMENT OF STATE

DOCUMENT DESCRIPTION: TO: PRES

FROM: SEAGA, EDWARD

DATE: 15 APR 81

KEYWORDS: JAMAICA

ECONOMICS

ENVIRONMENT

UN

SUBJ: INTER - GOVT CONF HELD IN MONTEGO BAY

REQUIRED ACTION: DRAFT REPLY FOR PRES SIG

DUEDATE: 21 APR 81

COMMENTS:

STAFF DIRECTOR

Hard J. West

--- FOR NSC USE ONLY ----NAU F OLBC FOR INFO FONTAINE DEAL

FARRAR

RECEIVED 17 APR 81 11

TO

PRES

FROM SEAGA, EDWARD

DOCDATE 15 APR 81

KEYWORDS: JAMAICA

ECONOMICS

ENVIRONMENT

UN

HS

SUBJECT: LTR TO PRES SUMMARIZING INTER - GOVT CONF HELD IN MONTEGO BAY

& SEEKING AN ADDITIONAL PLEDGE FM THE US

ACTION: DRAFT REPLY FOR PRES SIG

DUE: APR 81 STATUS D FILES

FOR ACTION

FOR COMMENT

FOR INFO

STATE

FONTAINE

DEAL

NAU

FARRAR

COMMENTS

REF#

LOG

NSCIFID

(L/)

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO

2 1/26 Leid calle by Ldy cf, Lz mc

FO S 1/26 Concu to State 1/4

C 9-23 Lenz Cleared to State Fo, MG, CF

MSPATCH + 4 W. 4/17

W/ATTCH FILE WALL OF Z

ECEIVED DEPARTMENT OF STATE DETARIMENT OF STATE iset Aug 26 HITE HOUSE UATION ROOM Sililia S/S # CLASSIFICATION_ LIMITED OFFICIAL USE No. Pages MESSAGE NO. 7224 212 5315F RAY SEITZ FROM: (Office symbol) (Extension) (Officer name) (Room number) LETTER FROM P.M. SEAGA TO PRES. REAGAN REQUESTING A MESSAGE DESCRIPTION_ US CONTRIBUTION TO TRUST FUND FOR THE ENVIRONMENTAL ACTION PLAN FOR THE WIDER CARIBBEAN DELIVER TO: TO: (Agency) Extension Room No. MR- ALLEN LENZ 3044 NZC 0 CLEARANCE XX PER REQUEST COMMENT INFORMATION FOR: REMARKS: September 22, 1981 NSC Secretariat --Notified Lenz's office 9/22 that Bailey approves the State cable. where als? pb

WASHFAX RECEIPT



JAMAICA HOUSE

15th April, 1981

My Dear bresident Reagan,

A successful Inter-Governmental Conference was concluded last week in Montego Bay sponsored by the Economic Commission for Latin America and the United Nations Environmental Programme.

ECLA and UNEP succeeded in this Conference in bringing together the wider Caribbean Basin comprised of English, Spanish, Dutch and French speaking countries on a joint programme of action for the first time, a political achievement which is of great significance for future relationship in the region.

This Programme, the Caribbean Action Plan, is a comprehensive and far-reaching Environmental Programme in which 27 countries of the region are participating.

I had the honour of delivering the closing address and on that occasion it was brought to my attention that an embarrassing situation had arisen as a result of the fact that the pledges based on assessed contributions of each country fell short of the \$1.5 million total required to trigger an equal contribution by UNEP to meet the minimum budget requirements of the CAP.

The shortfall was \$300,000 and resulted from the fact that certain countries were not in a position to make their pledges at this time.

The urgency of the situation results from the fact that the UNEP pledge must be made at the next meeting of the Governing Council, commencing May 13, at which time UNEP will be supporting with pledges the operations of a global network of eight Regional Seas Programmes of which the Caribbean Action Plan is but one.

In respect of the shortfall, the United States Representative, Mary Elizabeth Hoinkes, Deputy Assistant Secretary of State for Environment, Health and Natural Resources, was understandably unable to make a pledge because of the reassessment of budgetary provisions now being undertaken by your Government.

The United States is a participating member of the Caribbean Action Plan since its southern shores are washed by the waters of the Caribbean; furthermore, the Caribbean potentially could be the sea most damaged by

/pesticides ...

The President, The White House, Washington.



-2-

15th April, 1981

pesticides as, according to the Earthscan Bulletin, the Mississippi Basin drains 41% of the United States land area into the wider Caribbean. This includes much of the United States agricultural head-lands.

In these circumstances, I undertook to write to you to ask that you give urgent consideration to making a pledge in support of the CAP before the meeting of the Governing Council commencing May 13.

It was understood that Puerto Rico was willing to contribute \$300,000, if approval was obtained from the Federal Authorities.

I regret having to write to you at this time of your recuperation except that, in addition to bringing the above matter to your attention, it gives me the opportunity to express, once again, my best wishes for your speedy recovery.

Please be assured of my highest consideration.

yours Vere

Lande