Marsh 2.5 United states Department of the suferior 401802 OFFICE OF THE SECRETARY WASHINGTON, D.C. 102+0 ADDEDTED TO A FLOSIMILE. This machine is a <u>DEX 4100 AUTOMATIC</u> and is located in Room 6025-A. Main Interior Building, 15th and C Street, N. W., Washington, D. C. It is set up to receive at all times. If you have any questions please contact: 202/343-2651 or 6639 (Machine no. 202/343-6950) Since W Arrat Llin To: Was . 1).0 Ahn From: 24 χΩμνε proitorial Aftairs Interior 0 8 No. of Fages to follow Date: Avalle -Plan let me burn PSAP if you have any comments 3 5011991

## Cheirman Sydney Yates

## Dear Hr. Chairmen:

As you know, the Department of the Interior, in collaboration with the Trust Territory of the Pecific Islands Administration, is responsible for the Enewetak Rehabilitation and Resettlement program. The Director of the Office of Territorial Affairs and the High Commissioner of the Trust Territory of the Pecific Islands have been providing oral reports from time to time on the progress of the Enewetak program, at the annual sepropriations committee bearings as well as at special bearings you have called with respect to Bikini. With less than a year remaining before the cleanup portion of the program, as well as the bulk of the rehabilitation project, will be completed. I believe a more formal progress report at this time, on the rehabilitation and resettlement portions, may be useful to you.

Several events of the past year have had considerable impact upon the Encretak program, with some necessitating immediate changes to the Master Flan for the Rehabilitation Project, and others requiring change and action within the near future. Recause both the modifications elreedy made, and actions which may need to be carried out shortly, will effect the functions of the rehabilitation program, I shall describe both the current situation and the pending question.

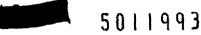
As our witnesses reported to you at the March 22, 1979, appropriations hearing, the Cleanup Program has been proceeding wary well, with completion scheduled for April 15, 1980. The Director of the Defense Muclear Agency, Vice Adwirel Robert R. Monroe, reports that the Cleanup Program is on target.

The rehabilitation and resettlement program, which was designed to downtail with the cleanup activities in order to make maximum use of the Department of Defense logistic support system, also has been on schedule until a few months ago when several new factors came into play.

Coogress, to date, has appropriated \$12.4 million for the rehabilitation and resettlement portions of the Ensuetak program. Since the rehabilitation project involved considerable construction work and was to be carried out over an approximate five-year period, the authorization act (sec. 103, P.L. 95-134) provided for a construction escalator clause. Careful planning and efficient execution of the first components of the rehabilitation project by the Trust Territory Administration and its contractors, up to the and of 1978, however, enabled the program to move forward on schedule, without exceeding the 1975 cost estimates.

The project, in brief, called for the development of the southern islands of the stoll as the residential and main agricultural centers. The program included the construction of 116 houses in two communities and two community centers (since there are to be separate communities on the islands of Enswatch and Medran), and the planting of some 41,000 concurt trees, as well as other foodcrops on the islands which were determined by the Department of Energy to be suitable for agricultural use. The large island of Engebi in the north was not to be used, because its level of cesius-strontium contamination had not decreased to levels acceptable to the Department of Energy.

By the beginning of early January 1979, inflationary costs began to be felt, and it was known that escalation costs had reached \$300,000



above the \$12,4 million appropriation. We had hoped that that sum could be found and reprogrammed from other resources, and for their reasons we did not ask for additional Engentak funds during the appropriation hearings.

Additionally, several other factors, beyond the control of the Department and the Trust Verritory Administration, have lately emerged and it has become evident that additional funding eventually will be needed. These would be authorized under the escalation clause of the anthorising legislation. Certain changes in the Master Plan, with attendant escalation costs, now have added an additional \$250,000 to the shortfell of \$300,000 described above, These additional costs heve resulted from a decision to increase the space between newly planted opcount trees from 26 feet to 30 feet, which in them has necessitated relocation of certain buildings and the ranoval of more concrete slabs then was originally scheduled in the southern islands. The recoval of a large simplane hangar on Knewetak Island, originally anticipated for use as a copra warehouse, now is also required because structural wask-Desses baye made this hangar a potential danger to the new community. The redusign of sanitary facilities for the housing areas, and the redesign and resiting of the Enewstak Community Center, are other features which bare added to the new escalation factors, when

Then in early January 1979, Typhoon Alice Struck Enswetak and caused considerable damage to on-going rehabilitation and resettlement projects on the islands of Enswetak and Medran. It is now known that replacement costs to restore essential facilities will run to \$400,000.

Perhaps most important, however, among the new factors which involve future costs, is the temporary delay that a found necessary in the schedule for the planting of cocount growes on certain of the northern islands of Enemetak Atoli. The Enewetak Master plan had called for the classing and planting of certain of the northern islands of the stoll during May and June of 1979. This schedule was established to take maximum advantage of the logistic support of the DOD Cleanup Progress that would then be available, as well as to coincide with the start of the 1979 wet season of Enewetak , which starts in late April. Planting during the met season gives the cocomut seadlings the essential start needed to weather the first year of growth.

In the fall of 1978, the Department of Energy recommended that the planting of the northern islands of Energytes be deferred pending additional energysis. It was known that some of the northern islands had continue strontion levels comparable to those on Bikini Island. The Bikini experience of 1976, however, had demonstrated that, contrary to earlier enalysis, radionnolides in the soil of Rikini island were being taken up by opconut trees to a much greater extent than had earlier been predicted. The advance group of returnees on Bikini Island also were consuming larger queutities of coconut in their diet than had been anticipated. You are ensure that in August 1978, for safety reasons, the Bikinians were relocated back to Kili.

It was, however, suggested that the very successful removel of the transuranics in the soil of Engebi and some of the other northern islands by the DMA Cleamup Progress may also have lossened the subtransuranic elements, (i.e., the conjum-strontium levels) on these islands. This led

to the decision last Pebruary that a new intensive ground rediological survey of the northern islands should be carried out to determine present levels of soil contamination. This new survey commenced in March 1979, and analysis results are expected to be available in early July. The new plant food data from Bikini Island has also provided specific information not available in 1973-74 when the Enswetch Master Plan was de-

veloped.

The planting of the northern islands with coconut groves is a vital part of the Master Plan. Some 14,000 coconut trees were scheduled for planting (out of the 41,000 total), and were to be used primerily for copra export. It was determined that the southern islands could not absorb additional plantings. The people of Enswetsk regard the planting of the horthern islands, as called for in the Master plan, as essential to their future economy and well-being. Thould the new soil analysis definitely reveal that planting of the northern islands is not feasible, then, alternate arrangements to make up for the loss of these 14,000

cocomst trees must be made.

The temporary deferral of the planting program of the morthern islands, however, has created additional cost factors. Planting done after July 1979, i.e., after the end of the wet season, would require a special program of watering and cultivating for a period of up to eight months to keep the new seedlings alive. Any such program must be carried out from the base camp on Enswetsk, and an additional \$500,000 would be required to meet this pert of the program, if in fact planting is done, and is

Gona in July or later in 1979.

To delay planting of the northern islands a full year, i.e., to the start of the next value season in May of 1980, would mean that the logistic support of the DOD Cleanup Program no longer would be available, because that program will have been closed out as of April 15, 1980,

The Trust Territory contractor would have to reinstate a base camp at Ensuretak and provide boat and other logistic support, and the costs for Planting of the northern islands under these conditions is estimated to be \$1.5 million.

The people of Enewetek, acting through the Enewetek Flanning Council, have stressed that they wish to have the northern islands planted. Their legal counsel, Mr. Theodore Mitchell of the Micromesian Legal Services, has met with this Department on this issue.

Our position has been and is that we must await the results of the new soil analysis before moving forward with plans for planting the northern islands. In the meantime, the planting of the southern islands is under way. Originally, the southern islands were to be planted in this and August, after the porthern islands planting was completed.

We hope by mid-July to know the results of the new soll analysis of these islands. We are informed by the Department of Emergy that the mashysis is on schedule but results, as yet, are not discernible. Prodence must be used since, if test results were to be delayed, or were not conclusive end required further tests, then the July date would not hold. In sevent, if the July test results are favorable, planting of the northern islands still could proceed this year. Recause any planting after July will require constant matering and a special care program, planting could be started as late as the fall of 1979 and we would still be able to

utilise existing DOD logistic support. We recognize, though, that th DCD demobilization will proceed by steers, and logistic support will taper off drastically after the and of 1979.

This, then, is the situation at the present time with respect to the issue of the planting of the northern islands of Enewetsk Atoll. You will see that current uncertainties preclude our estimating these additional planting costs with any accuracy. That is,

If the northern islands are planted in 1979, the additional funds we expect to meed for that purpose would total \$500,000. 2. If the northern islands are planted in the spring of 1980, the additional funds would total \$1,500,000.

If the finel decision is not to plant the northern islands, then another site for the 14,000 cocount trees will have to be found. Certain islands of Ujelang Atoll, present home of the EDewetek people, possibly could absorb up to 10,000 trees. Ad-

ditional planting costs associated with a replanting program for Ujelang would be in the nieghborhood of \$1.5 million.

We hope, however, that July test results will enable us to present the Committee with a definitive resolution of this issue by mid-July.

Other sopects of the rehabilitation program are proceeding satisfectorily. The construction program for permanent housing for the residen-

tigl communities on Enerstak Island and Medres Island is on schedule. This new housing, which is of modular concrete construction, is fire resistant, waterproof, impervious to termits, fungue and dry rot damage,

gial is designed to provide encellent resistance to typhoons. The disastrous

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similars and steel reinforced buildings that were still on Enewstak

Island and in use on a temporary basis by the Department of Defense and the Trust Territory units there. The new bouring for the people of Energies, in contrast, survived the typhcon with no noticeable damage.

As noted, planting of cocounts is underway in the southern islands, and the construction of community center facilities on Encoutak and Medican Islands is on schedule.

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We shall keep the consittee informed of developments.

