INTERSTATE: NATURAL GAS

STAGGERS, HARLEY O.



JOHN E. MOSS 3RD DISTRICT SACRAMENTO, CALIFORNIA

> ADMINISTRATIVE ASSISTANT KATHLEEN BENSON

> > LEGISLATIVE ASSISTANT PATRICIA LYNCH

> > > CONGRESS OF THE UNITED STATES

HOUSE OF REPRESENTATIVES WASHINGTON, D.C. 20515

WASHINGTON OFFICE: ROOM 2354 RAYBURN HOUSE OFFICE BUILDING PHONE (202) 225-7163

DISTRICT OFFICE: DISTRICT REPRESENTATIVE JERRY WYMORE 8058 FEDERAL BUILDING 650 CAPITOL MALL SACRAMENTO, CALIFORNIA 95814 PHONE (916) 440-3543

## INTERSTATE AND FOREIGN COMMERCE COMMITTEE:

GOVERNMENT OPERATIONS COMMITTEE SUBCOMMITTEES:

CHAIRMAN. OVERSIGHT AND INVESTIGATIONS SUBCOMMITTEE

LEGISLATION AND NATIONAL SECURITY GOVERNMENT INFORMATION AND INDIVIDUAL RIGHTS

DEMOCRATIC STEERING AND POLICY COMMITTEE

November 24, 1976

Frank Zarb, Administrator Federal Energy Administration New Post Office Building 12th Street and Pennsylvania Avenue Washington, D.C. 20641

Dear Mr. Zarb:

John E. Moss

Chairman, Oversight and

It seems totally inappropriate for the present Administration to act to decontrol the price of gasoline.

Decontrol would have an impact upon the economy overall and could seriously compromise the objectives of the new Administration and the new Congress in developing a comprehensive national energy policy.

It cannot be denied that the American Electorate did make a choice that results in a change of leadership on January 20, 1977. For the outgoing Administration to take such an important step, as the decontrol of gasoline, in its last moments, is not consistent with the expressed desires of that electorate.

We strongly urge that any act to decontrol be stayed pending the inauguration of the new Administration.

Sincerely,

rman Intersta Cha Foreign Commerce Committee Investigations Subcommittee

John D. Dingell Chairman, Energy and Power Subcommittee JOHN E. MOSS 3RD DISTRICT SACRAMENTO, CALIFORNIA

> ADMINISTRATIVE ASSISTANT KATHLEEN BENSON

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GOVERNMENT OPERATIONS COMMITTEE SUBCOMMITTEES: LEGISLATION AND NATIONAL SECURITY GOVERNMENT INFORMATION AND INDIVIDUAL RIGHTS INTERSTATE AND FOREIGN COMMERCE COMMITTEE: CHAIRMAN, OVERSIGHT AND INVESTIGATIONS SUBCOMMITTEE

DRAFT

DEMOCRATIC STEERING AND POLICY COMMITTEE

November 24, 1976.

Frank Zarb, Administrator Federal Energy Administration New Post Office Building 12th Street and Pennsylvania Avenue Washington, D.C. 20641

Dear Mr. Zarb:

It seems totally inappropriate for the present Administration to act to decontrol the price of gasoline.

Decontrol will have an impact upon the economy overall and could seriously compromise the objectives of the new Administration and the new Congress in developing a comprehensive national energy policy.

It cannot be denied that the American Electorate did make a choice that results in a change of leadership on January 20, 1977. For the outgoing Administration to take such an important step, as the decontrol of gasoline, virtually as a death bed act, is not consistent with the expressed desires of that electorate.

The Ford Administration has never had a mandate from the people nor has its policies been endorsed in either the Congressional elections of 1974 nor the Presidential election of 1976 - it stands as the singular example of U.S. Government without the consent of the governed.

We strongly urge that any act to decontrol be stayed pending the inauguration of the new Administration which has been confirmed by the '76 voters.

Sincerely,

John E. Moss Chairman, Oversight and Investigations Subcommittee Harley O. Staggers Chairman, Interstate and Foreign Commerce Committee John D. Dingell Chairman, Energy and Power Subcommittee

MEMORANDUM OF CALL
TO:
you were called by- John Dinge // OF (Organization)
PHEASE CALL
WILL CALL AGAIN IS WAITING TO SEE YOU
RETURNED YOUR CALL WISHES AN APPOINTMENT
Called about this.
Staff is on it. H.
has spoken with
Frank Zarb.
RECEIVED BY DATE 11/23/76 TIME
STANDARD FORM 63 REVISED AUGUST 1967 GSA FPMR (41 CFP) 101-11 6 634 FPMR (41 CFP) 101-11 6

Sources within DHR said the department's personnel division, which has been implicated in the latest allegations, spent all day yesterday preparing Yeldell's statement for the gathering, and formulating answers to questions he expects to face.

It is not the first time Yeldell has turned to his church in a call for community support in the face of adversity.

At a meeting called to protest City Council cuts in his agency's budget last February, Yeldell met with an audience of about 100, composed largely of his own employees, who vigorously applauded his denunciation of the proposed cuts.

The Rev. S. Everett Guiles, pastor

See YELDELL, A5, Col. 1

### By Haynes Johnson

Washington Post Staff Writer

Jimmy Carter came to the White House yesterday, but not under his own power. All he would have had to do was walk diagonally across the street and go in the front door.

Harry Truman used to do just that when he lived there. Presidents—or Presidents-elect—apparently aren't permitted such freedom and simplicity of movement these days.

What the crowd that had waited, three deep and a block long, throughout a long chill November day finally got was a glimpse of the next President walking down the steps of Blair House. Then he entered a limousine. His nine-car caravan took off, motorcycle escort sirens wailing, for a block and a half swing around the Executive Office Building complex and inside the iron gates where the VIPs enter.

Now in terms of history that first entry may not mean much to Jimmy Carter's presidency. But it is a re-

#### Commentary

minder that no matter how informal a tone he wishes to set, protocol and security and custom dictate other actions.

For days now Carter has been projecting an air of studied casualness that is supposed to mark his administration. He issues a call for a less for-

## White House Move Surprises Hill GasolineDecontrolSought

#### By Richard T. Cooper Los Angeles Times

The Ford administration, in a move that apparently caught congressional Democrats by surprise, has decided to seek abolition of price controls on gasoline before President-elect Jimmy Carter takes office.

The decontrol move, which administration officials insisted would have no immediate effect on consumer prices, could take effect Jan. 19, one day before Carter's inauguration, unless Congress exercised its special veto power first.

Under present law, gasoline marketers and refiners cannot raise prices except to pass along to their customers actual increases in crude oil or other petroleum costs on a dollar-for-dollar basis. Also, certain increases in costs of labor, maintenance, and some other business expenses can be passed through to consumers.

The law permits the President to propose removal of controls on any petroleum product if he is convinced that "competition and market forces would provide adequate protection for the consumer" and if decontrol would "not result in inequitable prices for any class of user."

Once such a proposal is formally submitted to Congress, it becomes effective within 15 days unless the House or the Senate passes a resolution of disapproval. Under terms of the law,

See GASOLINE, A6, Col. 3

## Children's Hospital Drops Its Malpractice Insurance

WASHINGTON POST

#### By Lawrence R. Meyer . Washington Post Staff Writer

Children's Hospital, faced with a 900 per cent increase in its malpractice insurance premiums, has become the first hospital in the Washington area to drop commercial coverage and switch to self-insurance against potential malpractice claims.

Children's thus joins a growing movement of American hospitals that are moving toward self-protection and other solutions to avoid the spiraling cost of medical malpractice insurance.

The heart of Children's effort involves setting aside \$100,000 each month in a special fund which, according to Children's Hospital administrator Noel E. Kroncke, is invested in "safe, secure investments, anything that doesn't have any real gamble to it."

Kroncke said Children's already has about \$800,000 set aside since the hospital decided last January to drop its policy with the Insurance Company of North America. The funds have been invested in federal government securities, according to Kroncke, bringing a return of about 5.5 to 6 per cent.

How much will eventually be set aside to cover the potential claims

See INSURE, A7, Col. 1

## Vietnamese Plan To Buy Stock in Diplomat Bank

By Scott Armstrong and Maxine Cheshire Washington Post Staff Writers

A group of wealthy South Vietnamese refugees is planning to buy 25 to 30 per cent of the stock of the Diplomat National Bank of Washington from associates of South Koreans Tongsun Park and Pak Bo Hi, central figures in the U.S. investigation of South Korean influence-buying here.

The prospective South Vietnamese investors in the bank are represented by local attorney Anthony G. Chase, a former official of both the Small Business Administration and the office of the U.S. comptroller of the currency. Chase was elected yesterday as a new director of Diplomat National Bank.

Chase joined the Diplomat National board as nationally syndicated columnist Jack Anderson and Washingtonbased karate school entrepreneur Jhoon Rhee resigned as directors of the bank yesterday during a 5½-hour board meeting.

Anderson had announced on Sunday that he would resign from the bank to avoid any appearance of conflict of interest following published reports that he had objected to a congessional investigation of the bank. Rep. Donald Fraser (D-Minn.) chairman of a subcommittee investigating the apparent purchase of nearly half of the bank's stock by followers of South Korean evangelist Sun Myung Moon, had charged, and Anderson denied, that Anderson threatened to use his column to try to curb the inquiry.

Anderson also had suggested that Rhee resign from the bank after Rhee was subpoenaed to appear before the federal grand' jury here that is investigating allegations that Tongsun Park, Pak Bo Hi, and South Korean President Park Chung Hee conspired to spend

See DIPLOMAT, A4, Col. 1

NOV. 23, 1976

mal inaugu tion that Jackson's House for and carries case.

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out of your car to open the Genie! In the comfort simply push a button and turns on the light for you! garage door on a cold or and security of your car. the Genie not only opens 1/4-hp chain-drive motor If you've ever had to get reg. 154.00, sale 99.00 stormy night, you can your garage door, but The GS 200, now at a really appreciate the uninstalled. Features 347-5300, ext. 2281 Call 347-9445 or savings of 55.00,

VARI RUL

An error appeared in our ad in The Washington Post, Sun. 11/21 Page F-19. The illustration for the \$128, and \$138. Sewing Machines were trans-

WARD'S

posed.

CORRECTION

not able to pin down any doctor or any indication that the lawyer was doministrator Michard Loughery "Was ing anything wrong," but that the incident was turned over to the corporation counsel for further investigation.

that he was investigating allegations Risher announced in early October of a baby-selling operation at the Hospital Center.

It was learned from other sources yesterday that reports of such an operation had also been under investiga-

corrupt motive here; it was at best a evidence of a nou technical violation."

tions outside normal channels apparently occurred when families unable "It appeared that the lawyer knew one of the doctors," he said. The adopwed mothers not wishing to keep to have children of their own and untheir children were able to make con-According to investigators, Marytact through a third party.

land law is somewhat vague on the

of their children."

tors and the lawyer. He asked Belson to "forthwith dissolve" the order.

Department is p others of FBI ad The department's

Cointelpro files,

most complete.

Risher said that because of Belson's was because the secrecy surrounding actions, "I can no longer expect" key witnesses to be willing to testify against the defendants. He said that the case has suggested to parents involved in the adoptions that the decern for the parents' privacy and that fendants "are motivated by a real con-

Dean Thin

Might Be MILWAUKEE, 1 says the 181/2-min tergate tapes mig Dean said in ar

er White House

cordings, whom he fy, told him recer ures never are con Dean, here pro "Blind Ambition," said technicians cou weak traces of the o to determine what y

evening that an

President to Seek Gasoline Decontrol

# GASOLINE, From AI

plan to decontrol gasoline could be submitted Jan. 4, when Congress ends its present recess, and the 15 days would elapse on Jan. 19. 103

ministration, which is preparing the Adproposal to remove the restraints on gasoline, said yesterday they hope to have the proposal ready for submis-Officials of the Federal Energy sion by President Ford on Jan. 4.

cates there will be no adverse effect said "our preliminary evidence indion price or supply" if gasoline is decontrolled and the move would "restore some measure of competition back into the system." FEA Administrator Frank G.

expected. It was not clear whether an effort would be made to block it, but In Congress, Democrats who special ize in energy matters indicated yester day the decontrol move had not been there were private expressions of resentment that the Ford administration was forcing action before Carter took office.

. "There is a fair probability that we would just routinely reject it to allow Carter an opportunity to craft his own

energy policy," one influential House Democrat said. "It doesn't strike me that the energy policy of the Carter administration ought to be written by the dead hand of the Ford administra-

either the House or the Senate to veto decontrol in the frenetic period hetween Jan. 4 and the inauguration edged it may be difficult to mobilize caused irritation, Democrats acknowl even though the Democrats have enormous majorities in both Houses.

since Congress has already acquiesced middle distillates, certain specialty it might be hard to make a convincing oils, and naphtha jet fuel this year. case for retention of controls on gasin removal of controls on residual oil

some unforeseen emergency.

prices this year have been under the controls," Zarb said, arguing that removal of maximums permitted by

oline.

As Zarb noted, supplies of gasoline and other petroleum products have been abundant in recent months and are expected, to remain so, barring

"All over the country, gasoline

tion and thus act to restrain prices. plan goes through, refiners, service stations, and other marketers would the administration's decontrol controls would increase competi be free to charge any price they wish the

oil prices would remain controlled un ler an entirely separate system. for gasoline even though U.S. While the Ford administration move

181/2-minute period.

crude

From an economic point of view,

Our Gold Label shirt

The finest button-dow

ever made,

Sleeve-placquet bu Cross-stitched but to be the very best button-down shirt exclusive Gold Label, we wanted it a man could buy --- anywhere. And When we set the standards for our we weren't disappointed, even • 3%" button-down collar. 🕵 High count 100% pima

7-button placquet f 2 extra button Choose from w Extra long tails Generous cut

in a single detail:

for perfect roll

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Rounded breast pocket –

 Single needle tailoring cotton oxford cloth

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