## No Objection to Declassification in Part 2010/06/29 : LOC-HAK-260-1-2-9

		May 10	5 03 AM 174
SECRET/SENSITIVE 1008	48Z MAY 74 VIA		25X1
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MAY 10, 1974			
HAKTO 69	·		
FOR: GENERAL SCOWCROFT			
FROM: THE SECRETARY			
			25X1
4. WARM REGARDS. 120 0103	MORI/CDF C03344638 page 1 C05388190 page 4 C02399922 page 7		

State Dept. review completed

ON-FILE NSC RELEASE INSTRUCTIONS APPLY

NNNN

SECRET/SENSITIVE

MAY 10 8 48 AM '74

May 10, 1974

HAKTO 69

FOR:

GENERAL SCOWCROFT

8mnediat

FROM: THE SECRETARY

4. Warm regards.

25X1

No Objection to Declassification in Part 2010/06/29 : LOC-HAK-260-1-2-9





SECRET
Classification

## Department of State

## TELEGRAM

CONTROL: 0012 09/1100Z MAY 74

CHARGE TO DISTRIBUTION ACTION: IMMEDIATE SECSTATE WASHINGTON D.C. ROGER CHANNEL S/S=10 E.O. 11652: XGDS 2 TAGS: PINR SUBJECT: XXXX SECTO USDEL RIVADH 1 2 REF: State 094801 (TOSEC 394) Secretary 1. 25X1 Please inform us of timing and any appropriate notifications we can make. 25X1 KISSINGER

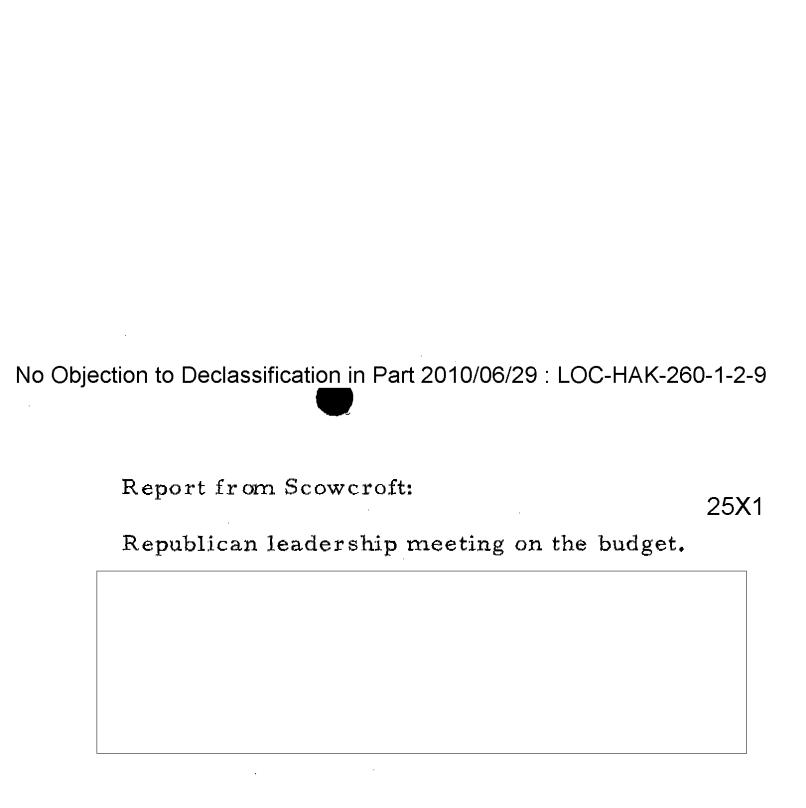
			· <u>_</u>
DRAFTED BY:	DRAFTING DATE	TELL EXT.	APPROVED BY:
P - Mr. Sisco:cv	5/8/74		THE SECRETARY

S/S - Sworrel

SECRET	
Classification	

FORM 4 - 68 FS-413

INDICATE:



No Objection to Declassification in Part 2010/06/29: LOC-HAK-260-1-2-9

TOPSECRET SENSITIVE EYES ONLY TOTG 092013Z MAY 74
FROM THE SITUATION ROOM TOHAK 130
TO: AMEMBASSY CAIRO
CITE: WH41244

DELIVER TO BREMER/RODMANLFOR THE SECRETARY.

MAY 9, 1974

TO: JERRY BREMER/PETER RODMAN

FOR: HENRY A. KISSINGER FROM: BRENT SCOWCROFT

THERE WAS A REPUBLICAN LEADERSHIP MEETING THIS MORNING TO DISCUSS THE ECONOMY. THE ONLY ITEM OF INTEREST RELATED TO DISCUSSION OF THE BUDGET. ASH MENTIONED THAT OF THE \$113 BILLION IN THE BUDGET WHICH WAS NOT RIGIDLY PROGRAMMED. \$87 BILLION WAS IN DEFENSE, WHICH WE SHOULD PROTECT, AND THAT LEFT VERY LITTLE DISCRETIONARY FUNDS WHICH COULD BE HE THEN WENT ON WITH A HYPOTHETICAL ILLUSTRATION OF A \$5 BILLION CUT. \$2 BILLION OF WHICH HE TOOK FROM DEFENSE AND \$3 BILLION FROM A VARIETY OF IDPULAR PROGRAMS WHICH WOULD HIT THE CONGRESS IN ITS POLITICAL SOLAR PLEXUS. RESPONDED THAT WE SHOULD NOT EVEN SUGGEST CUTTING DEFENSE BECAUSE THAT WOULD BE THE FIRST THING THE CONGRESS WOULD LOOK AT IN ANY CASE. THERE THEN SEEMED TO DEVELOP A CONSENSUS IN THE GROUP THAT THE DEFENSE BUDGET WOULD BE UNDER VERY SEVERE PRESSURES THIS YEAR IN ORDER TO FINANCE OTHER DOMESTIC THIS FEELING RUNS DIRECTLY COUNTER TO SCHLESINGER'S ASSUMPTION THAT WE CAN GET WHATEVER FUNDS WE NEED FOR DEFENSE PROGRAMS. IF IT IS ACCURATE, AND THESE WERE CONGRESSMEN MOST LIKELY TO SUPPORT DEFENSE, IT UNDERCUTS ONE OF SCHLESINGER'S PRINCIPAL ARGUMENTS FOR A TOUGH "WHITE HAT" APPROACH TO THE SOVITS ON SALT.

I HAVE TOLD THEM NOT TO

RESPOND UNTIL I GOT BACT TO THEM. THEY WILL TAILOR TB ANFWEJ ANY WAY YOU WISH AND I THINK YOU SHOULD USE THIS AS YOU SEE FIT TO SUPPORT YOUR NEGOTIATING TACK. IHWILL AWAIT YOUR GUIDANCE.

3. I HAVE TALKED WITH JOHN DUNLOP. HE HAS NOT MADE A FINAL DECISION AND WILL NOT MAKE ONE WITHOUT FIRST DISCUSSING THE MATTER WITH YOU. HIS PRESENT THRUST OF MIND IS SOMEWHAT NEGATIVE, HOWEVER. WHAT HE WOULD LIKE MOST OF ALL IS TO STAY WITH HIS INFLATION JOB FOR A TIME, IN THE EVENT THE CONGRESS PASSES LEGISLATION GIVING THE CLC MONITORING AUTHORITY. HE SAYS HE HAS ALSO TALKED WITH HAIG AND TOLD HIM HE DID NOT WANT THE CEA JOB AND THAT IF HE DECIDED TO STAY IN WASHINGTON MORE OCYLESS PERMANENTLY, YOUR JOB OFFER WAS MOST ATTRACTIVE TO HIM -- BUT THAT HE WOULD MOST LIKE TO STAY ON FOR A TIME AT CLC, IF CONGRESS MAKES THAT POSSIBLE.

MORI/CDF C02399922 page 7

25X1

WARM REGARDS.

