

**EXECUTIVE SECRETARIAT
ROUTING SLIP**

DDCI-2

TO:		ACTION	INFO	DATE	INITIAL
<i>gmk</i>	1 DCI		X		
	2 DDCI		X		
	3 EXDIR		X		
	4 D/ICS		X		
	5 DDI		X		
	6 DDA				
	7 DDO		X		
	8 DDS&T				
	9 Chm/NIC		X		
	10 GC		X		
	11 IG		X		
	12 Compt		X		
	13 D/OCA		X		
	14 D/PAO				
	15 D/PERS				
	16 D/Ex Staff				
	17 D/ALA/DI		X		
	18 C/LA/DO		X		
	19 NIO/LA		X		
	20				
	21				
	22				
SUSPENSE		Date _____			

Remarks
NSD 8

ER 89-1904

Executive Secretary
2 May 89

Date

3637 (10-81)

L-108-IR
nk 0

STAT

**EXECUTIVE SECRETARIAT
ROUTING SLIP**

TO:		ACTION	INFO	DATE	INITIAL
1	DCI		X		
2	DDCI		X		
3	EXDIR		X		
4	D/ICS		X		
5	DDI		X		
6	DDA				
7	DDO		X		
8	DDS&T				
9	Chm/NIC		X		
10	GC		X		
11	IG		X		
12	Compt		X		
13	D/OCA		X		
14	D/PAO				
15	D/PERS				
16	D/Ex Staff				
17	D/ALA/DI		X		
18	C/LA/DO		X		
19	NIO/LA		X		
20	ADDI		X (added 890504)		
21					
22					
	SUSPENSE			Date	

[Handwritten signature/initials]

Remarks
NSD 8

ER 89-1904

Executive Secretary
2 May 89

Date

3637 (10-81)

STAT

SECRET

ER 89-1904

No. NSD 8

COPY #7 (CIA)

NATIONAL SECURITY COUNCIL INFORMATION

Notice

The attached document contains classified National Security Council Information. It is to be read and discussed only by persons authorized by law.

Your signature acknowledges you are such a person and you promise you will show or discuss information contained in the document only with persons who are authorized by law to have access to this document.

Persons handling this document acknowledge he or she knows and understands the security law relating thereto and will cooperate fully with any lawful investigation by the United States Government into any unauthorized disclosure of classified information contained herein.

Access List

DATE	NAME	DATE	NAME
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

SECRET

L-108-IR
NSD 8

~~SECRET~~

THE WHITE HOUSE

20188

WASHINGTON

May 1, 1989

NATIONAL SECURITY DIRECTIVE 8

MEMORANDUM FOR THE VICE PRESIDENT
 THE SECRETARY OF STATE
 THE SECRETARY OF THE TREASURY
 THE SECRETARY OF DEFENSE
 THE ATTORNEY GENERAL
 THE DIRECTOR OF THE OFFICE OF
 MANAGEMENT AND BUDGET
 THE DIRECTOR OF CENTRAL INTELLIGENCE
 CHIEF OF STAFF TO THE PRESIDENT
 ASSISTANT TO THE PRESIDENT FOR
 NATIONAL SECURITY AFFAIRS
 CHAIRMAN, JOINT CHIEFS OF STAFF
 ADMINISTRATOR, AGENCY FOR
 INTERNATIONAL DEVELOPMENT POLICY

SUBJECT: U.S. Policy Toward Nicaragua and the Nicaraguan
 Resistance (C)

U.S. objectives with respect to Nicaragua and the Nicaraguan Resistance are to prevent Soviet strategic use of Nicaragua, to include withdrawal of the Soviet and Cuban military presence and the sharp reduction of Soviet bloc assistance; to reduce the threat posed by Nicaragua to its neighbors and other countries in Latin America by ending Nicaraguan subversion; to reduce the size and capability of the Nicaraguan military to levels commensurate with Central American stability; and to achieve democracy in Nicaragua in order to guard against future strategic or regional threats and to facilitate the region-wide economic development necessary for long-term stability. We seek a democratic opening sufficient to foster conditions for fair national elections and to create on-going internal checks and balances on Nicaraguan behavior. (S)

~~SECRET~~

Declassify: OADR

~~SECRET~~

-2-

Strategy

1. The immediate priority is to engage in active diplomacy on a sustained basis for a democratic opening in Nicaragua. We should move toward direct involvement in negotiations among the five Central American countries. Bilateral relations with Nicaragua are not excluded, but should be held in reserve as an incentive for the Government of Nicaragua, and undertaken only at my direction and in consultation with the Central American democracies and the internal opposition. (S)
2. We will continue to press the Soviet Union to reduce its military relationship with Nicaragua, taking the position that the Soviet response will affect our overall bilateral relationship. (S)
3. We will devise and implement a series of incentives and sanctions, including those involving trade, economic development, and bilateral discussions, which the United States will link to Sandinista performance in meeting their commitments. (S)
4. We will maintain as far as possible the Nicaraguan Resistance as a viable entity. The Resistance should not be demobilized and voluntarily reintegrated into Nicaraguan society unless democratic conditions have been established which guarantee their physical safety and safeguard their political rights. (S)
5. We will assist the internal opposition in Nicaragua and, if democratic reforms have been adequately implemented, encourage their full participation in the Nicaraguan elections as a referendum on Sandinista rule. We will encourage the Resistance to cooperate with the internal opposition with the goal of uniting the entire opposition behind a single presidential candidate. (S)
6. We will establish and publicize criteria for judging whether Sandinista performance is adequate to satisfy our objectives. While we should cooperate with the Latin American and West European democracies and international organizations such as the UN and the OAS as part of our diplomatic strategy, we should not defer to others on the issue of the adequacy of Sandinista performance. (S)

~~SECRET~~

SECRET

-3-

7. We will work to ensure that there are adequate mechanisms to monitor Nicaraguan compliance with its political and security commitments. Political verification should begin early and not be limited to the electoral campaign and balloting. The United States should become actively involved in helping shape the size, character, and mandate of the security verification effort, insisting as well that establishment of international border monitoring be linked to progress on mechanisms for political verification. (S)

8. Every effort will be made to pursue a bipartisan approach to development and execution of our policy, including consultation with the Congress in policy development and legislative endorsement of the approach. (C)

Implementation

The Secretary of State, drawing on other departments and agencies as needed and appropriate, should:

- Develop a plan for discussions with the Soviets which implements this Directive;
- Develop a list of incentives and sanctions to affect Sandinista behavior, including those involving trade and economic development, which may be implemented depending upon Nicaraguan performance in meeting its commitments;
- Encourage OECD countries to condition their assistance programs on Nicaraguan steps toward implementation of its commitments to democratic reform;
- Seek continued humanitarian assistance for the Nicaraguan Resistance for a period through the Nicaraguan election in February 1990 at levels of funding similar to the current program;
- Develop a plan to support the Nicaraguan internal opposition;
- Take the lead in inter-agency planning to elaborate a list of criteria by which to judge Sandinista performance in meeting their commitments. Consideration should be given to securing legislative endorsement of this list;

SECRET

SECRET

-- Develop, through the Latin American Policy Coordination Committee, an effective mechanism for verification of both political and security commitments. The Secretary of State will work with the Central American democracies, the other Latin American countries, the UN, the OAS, and others to implement this plan;

-- Develop and implement a public diplomacy plan to support the decisions in this Directive; and

-- Consult with the Congress in order to develop, implement, and monitor a bipartisan policy. (S)

Handwritten signature: C. Bunt
7

7

SECRET