FEDERAL ENERGY ADMINISTRATION
WASHINGTON, D.C. 20461

July 16, 1975

OFFICE OF THE ADMINISTRATOR

Honorable Nelson A. Rockefeller,
President of the Senate
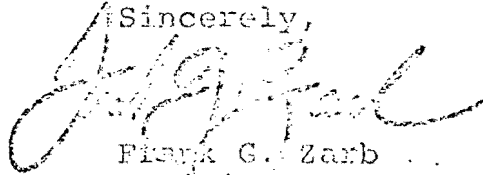Washington, D.C.   20510

Dear Mr. President:

Section 4(g)(2) of the Emergency Petroleum Allocation Act of
1973, as amended ("the Act"), authorizes the President of
the United States to promulgate exemptions to the petroleum
price and allocation regulations under certain conditions.
If the President finds that application of the petroleum
price or allocation regulations to a particular covered
product is not necessary to carry out the Act, that there is
no shortage of the covered product concerned, and that the
proposed exemption will not have an adverse impact on the
supply of any other covered product, he may prescribe an
amendment which would exempt the covered product for a
period of not more than ninety days.

However, §4(g)(2) of the Act requires the President to
submit these findings, together with the proposed exemption
relating thereto, to the Congress prior to implementation of
the exemption proposal. Section 4(g)(2) further provides
that the proposed exemption may not be implemented if
disapproved by either house of Congress during the period of
five sessional days allowed for legislative review.

As Administrator of the Federal Energy Administration, I
have been delegated by the President all authority granted
to him by the Act. E.O. 11790, 39 F.R. 23185 (June 27,
1974).

Having caused due notice to be given concerning the enclosed
regulatory amendment to decontrol domestic crude oil prices
on a gradual basis, having caused hearings to be held thereon
pursuant to law, and having made such findings as are required
under §4(g)(2) of the Act, I now submit to the House in
accordance with §4(g)(2) of the Act the enclosed amendment
and related findings. Unless disapproved by either house of
Congress, the amendment will be effective immediately upon
expiration of the period of five sessional days allowed for
legislative review.

Sincerely,

Frank G. Zarb
Administrator

Enclosure