

AN ACT

To amend Public Law No. 11-23, by amending section 5 to revise the purpose for which budget funds are appropriated to the Public Auditor's Office; by amending section 8 to move the Chuuk State Probation Office needs budget into the Chuuk State Judiciary Unrestricted category; by amending section 10 to allow additional usage of the Telecommunications budget; by amending section 13 to change the source of funds for a portion of the budget of COM-FSM; by amending sections 14 and 16 to designate the funding source as Compact Capital Funds; and by amending section 19 to allow the President to designate a State allottee for grants and subsidies and to change certain allottees; and for other purposes.

BE IT ENACTED BY THE CONGRESS OF THE FEDERATED STATES OF MICRONESIA:

Section 1. Section 5 of Public Law No. 11-23 is hereby amended to read as follows:

"Section 5. Operating expenses of the Public Auditor.

The sum of \$457,542, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, for the operations of the Public Auditor of the National Government during fiscal year 2000 in order to conduct performance, operational and financial audits, reviews and investigations as required by law."

Section 2. Section 8 of Public Law No. 11-23 is hereby amended to read as follows:

"Section 8. Grants, subsidies and contributions. The sum of \$4,263,944, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, for the following grants, subsidies and contributions during fiscal year 2000. The sum appropriated by this section shall be apportioned as follows:

(1) Department of Foreign Affairs

(a) Forum Secretariat .....	\$ 35,000
(b) The Pacific Community .....	30,000
(c) South Pacific Regional Environmental Program (SPREP) .....	7,375
(d) United Nations Economic and Social Commission for Asia and the Pacific (ESCAP) .....	5,000
(e) UN membership fees .....	180,000
(2) Department of Economic Affairs	
(a) Pacific Island Development Program	15,000
(b) Forum Fisheries Agency (FFA) ....	21,000
(c) UN Development Program .....	3,000
(d) Coord. Commission for Offshore Mineral Prospecting (CCOMP) .....	8,000
(e) Plant Protection Program .....	60,000
(f) Pacific Asian Travel Association	5,000
(3) Department of Health, Education and Social Affairs	
(a) UN Fund for Population Activity (UNFPA) .....	3,000
(b) Aid to non-public schools .....	400,000
(c) Financial assistance for students .....	50,000
(d) Continental Airlines Scholarship	35,000
(e) World Health Organization (WHO) .	41,385
(f) National Board of Nursing .....	38,000
(g) Pacific Islands Health Officers Association .....	\$ 50,000

(h) National Close-Up Local Program .	61,000
(i) East-West Center .....	10,000
(4) Department of Justice	
(a) Kosrae Joint Law Enforcement ....	70,000
(b) Pohnpei Joint Law Enforcement ...	140,000
(c) Chuuk Joint Law Enforcement .....	-0-
(d) Yap Joint Law Enforcement .....	90,000
(5) Department of Transportation, Communication and Infrastructure	
(a) Asia Pacific Telecommunity .....	9,000
(b) International Telecommunications Union .....	57,639
(c) International Civil Aviation Organization .....	28,050
(d) Micronesia Shipping Commission .	10,000
(e) National government building in Chuuk, supplemental funding .....	100,000
(f) Chuuk State Commission on Improvement Projects, administrative expenses, including expenses associated with project inspection .....	60,000
(6) Coconut Development Authority	
(a) Copra Subsidy .....	200,000
(b) Asia Pacific Coconut Community .	20,500
(7) Other subsidies and contributions	
(a) Kosrae Judiciary	
(i) Unrestricted .....	35,000

(ii) Law School Scholarships . . . .	30,000
(b) Pohnpei Judiciary	
(i) Unrestricted, said funds to be used by the State Supreme Court, and by local municipal courts after application to, and approval by, the Chief Justice of the Pohnpei State Supreme Court, for library materials, library and office furnishings, office equipment only . . . . .	
	83,000
(ii) Law School Scholarships . . . .	7,000
(c) Chuuk Judiciary	
(i) Unrestricted . . . . .	60,000
(ii) Law School Scholarships . . . .	10,000
(iii) Probation Office needs . . . . .	-0-
(iv) Municipal Judges upgrading and training . . . . .	20,000
(d) Yap Judiciary	
(i) Unrestricted . . . . .	55,000
(ii) Law School Scholarships . . . .	15,000
(e) COM Treaty Obligation . . . . .	25,000
(f) Micronesia Legal Services Corporation\$ . . . . .	150,000
(g) National Postal Services (All funding to cease at the end of third quarter, FY2000) . . . . .	459,486
(h) National Fisheries Corporation ..	1,294,509
(i) Ponape Agricultural and Trade	

School ..... 177,000"

Section 3. Section 10 of Public Law No. 11-23 is hereby amended to read as follows:

"Section 10. Operating expenses of the Telecommunications Corporation and other telecommunications projects. The sum of \$882,000, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, for the operations of the FSM Telecommunications Corporation and other telecommunications projects. The funds appropriated under this section shall be deemed to come from funds available under section 215(a)(2) of the Compact of Free Association. The sum appropriated by this section shall be apportioned as follows:

- (1) Grant to FSM Telecommunication for operation of Earth Stations .....\$ 300,000
- (2) Payment of FSM National Government liabilities to FSM Telecommunication ..... 200,000
- (3) Purchase of Iridium Satellite Phone Systems and time on such systems and other telecommunication systems including the internet .....\$ 220,000
- (4) Communications systems for outlying and outer islands ..... 162,000"

Section 4. Section 13 of Public Law No. 11-23 is hereby amended to read as follows:

"Section 13. College of Micronesia-FSM. The sum of \$3,500,000, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, for operations and maintenance costs of the College and for student assistance. Of the total funds appropriated under this section, \$400,000 shall be deemed to come from funds available under section 216(a)(3) of the Compact of Free Association. The sum appropriated by this section shall be apportioned as follows:

(1) Operations and maintenance of the College of Micronesia-FSM .....\$ 3,200,000

(2) Student assistance, PROVIDED that these funds shall be used strictly for direct financial assistance to COM-FSM students, for the purpose of helping them meet their tuition and housing obligations, and PROVIDED FURTHER that these funds may be used only to supplement some payment that must be made by the students and their parents, and PROVIDED FURTHER that the co-payment by the student or the student's parent must be proportionally the same for each in relation to their total obligation, and PROVIDED FURTHER that only students with a passing grade point average will be eligible to receive these funds .....\$ 300,000"

Section 5. Section 14 of Public Law No. 11-23 is hereby amended to read as follows:

"Section 14. Micronesian Maritime Fisheries Academy - COM. The sum of \$950,000, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, to defray costs associated with the instruction of students and the operations and maintenance of the Micronesian Maritime Fisheries Academy, administered by the College of Micronesia. Of the total funds appropriated under this section, \$115,000 shall be deemed to come from funds available under section 211 of the Compact of Free Association - Capital Account."

Section 6. Section 16 of Public Law No. 11-23 is hereby amended to read as follows:

"Section 16. Capital development. The sum of \$2,181,000, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, for capital improvement and development programs and projects. Of the total funds appropriated under this section, \$2,181,000 shall be deemed to come from funds available under section 211 of the Compact of Free Association - Capital Account. The sum appropriated by this section shall be apportioned as follows:

(1) Staff upgrading (Div. of Personnel) .	\$	100,000
(2) FSM Visitors Bureau .....		597,000
(3) Micro-entrepreneur Development Center		132,000
(4) National Investment Promotion Council		200,000
(5) Business development loan fund .....		-0-
(6) FSM Trust Fund .....		1,000,000
(7) Public Defender office renovation ....		47,000
(8) Video editing machine for President's office .....		55,000
(9) Yap Courthouse renovations .....		50,000"

Section 7. Section 19 of Public Law No. 11-23 is hereby amended to read as follows:

"Section 19. Allotment and management of funds and lapse date.

(1) All funds appropriated by this act shall be allotted, managed, administered, and accounted for in accordance with applicable law, including, but not limited to, the Financial Management Act of 1979; PROVIDED, however, that the funds appropriated to Chuuk State under subsection (3) of section 15 of this act shall be retained in the General Fund of the Federated States of Micronesia until a scholarship recipient is identified to the President or the President's designee, at which time scholarship funds in the amount of the scholarship award shall be disbursed directly to the educational institution in the form of a two-party check

payable to both the scholarship recipient and the educational institution he or she is attending. The allottee of the funds appropriated under section 2 of this act shall be the President of the Federated States of Micronesia. The allottee of the funds appropriated under section 3 of this act shall be the Speaker of the Congress of the Federated States of Micronesia. The allottee of the funds appropriated under section 4 of this act shall be the Chief Justice of the Supreme Court of the Federated States of Micronesia. The allottee of the funds appropriated under section 5 of this act shall be the Public Auditor. The allottee of the funds appropriated under sections 6 through 16 of this act shall be the President of the Federated States of Micronesia, or his designee, EXCEPT that the allottee of the funds appropriated under subsection (4)(a) of section 8 of this act shall be the Governor of the State of Kosrae; the allottee of the funds appropriated under subsection (4)(b) of section 8 of this act shall be the Governor of the State of Pohnpei; the allottee of the funds appropriated under subsection (4)(d) of section 8 of this act shall be the Governor of the State of Yap; the allottee of the funds appropriated under subsection (7)(a) of section 8 of this act shall be the Chief Justice of Kosrae State; the allottee of the funds appropriated under subsection (7)(b) of section 8 of this act shall be the Chief Justice of Pohnpei State;

the allottee of the funds appropriated under subsection (7)(c) of section 8 of this act shall be the Chief Justice of Chuuk State; the allottee of the funds appropriated under subsection (7)(d) of section 8 of this act shall be the Chief Justice of Yap State; the allottee of the funds appropriated under subsection (3) of section 10 of this act shall be the Speaker of the Congress of the Federated States of Micronesia; the allottee of the funds appropriated under subsection (4) of section 10 of this act shall be the Secretary of the Department of Transportation, Communication, and Infrastructure; the allottee of the funds appropriated under subsection (2) of section 13 of this act shall be the President of the College of Micronesia-FSM; and the allottee of the funds appropriated under subsection (4) of section 15 of this act shall be the Governor of the State of Yap. The allottees shall be responsible for ensuring that these funds, or so much thereof as may be necessary, are used solely for the purpose specified in this act, and that no obligations are incurred in excess of the sum appropriated.

(2) The authority of the allottees to obligate funds appropriated by this act shall lapse as of September 30, 2000."

Section 8. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

February, 10, 2000

/s/ Redley Killion

Leo A. Falcam

President

Federated States of Micronesia