FIRST SPECIAL SESSION, 2001 CONGRESSIONAL BILL NO. 12-24, C.D.1, C.D.2

PUBLIC LAW 12-12

AN ACT

To appropriate the sum of \$37,547,590 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2002, for the purpose of funding the operations of all branches of the National Government of the Federated States of Micronesia, its agencies, various programs, subsidies, grants and contributions; to establish a budget for compact sections 211, 214(b), 215(a)(2), 216(a)(1), 216(a)(2), 216(a)(3), and 221(b); to establish a development budget and appropriate funds available therefor; and for other purposes.

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

- 1 Section 1. <u>Definitions</u>.
- 2 (1) "Budget book" means the document entitled <u>Federated States</u>
- 3 of Micronesia National Government Fiscal Year 2002 Proposed Budget
- 4 transmitted by the President to the Speaker of the Congress of the
- 5 Federated States of Micronesia on May 18, 2001.
- 6 (2) "Activity" means that set of activities set forth in the
- 7 performance budget pages of the budget book for each department, office
- 8 or agency. An activity is a general policy objective, the achievement
- 9 of which can be measured. An activity is part of a strategic goal and
- 10 will result in a certain amount or number of outputs or units of work.
- 11 (3) "Performance budget pages" means those pages in the budget
- 12 book that set forth the strategic goals, activities, objectives and
- 13 outputs for each department or agency.
- 14 Section 2. Operating expenses of the Executive Branch. The sum
- 15 of \$14,030,225 or so much thereof as may be necessary, is hereby
- 16 appropriated from the General Fund of the Federated States of

- 1 Micronesia for the fiscal year ending September 30, 2002, for the
- 2 operations of the Executive Branch of the National Government during
- 3 fiscal year 2002. The sum appropriated by this section shall be
- 4 apportioned as follows:
- 5 (1) Office of the President
- 6 \$809,876, for the activities set forth in the performance budget pages
- 7 Al.1 through Al.2 of the budget book.
- 8 (2) Department of Foreign Affairs
- 9 (a) \$3,771,123, for the activities set forth in the
- 10 performance budget pages A2.1 through A2.9 of the budget book.
- 11 (b) Conditions on use of JCN funds. Funds appropriated
- 12 under this subsection for Joint Committee on Compact Economic
- 13 Negotiations (JCN) travel (\$50,000) and representation expenses
- 14 (\$55,000) shall not be available for obligation or disbursement until:
- 15 (i) funds appropriated for such purposes under the JCN
- 16 budget have been exhausted;
- 17 (ii) JCN has provided a written report to the Committee
- 18 on External Affairs of the Congress of the Federated States of
- 19 Micronesia, through its Chairman, on the use of funds already
- 20 obligated or disbursed, including a description of such use and an
- 21 allocation among the outputs for which it was used; and
- 22 (iii) JCN has provided to said committee, in writing,
- 23 signed by the JCN chairman and members, a detailed description of the
- 24 planned use of the funds it is seeking to obligate or have disbursed.
- 25 (c) Conditions of use of Washington D.C. Embassy/JCN

- 1 Representation funds. \$50,000 of the funds appropriated under this
- 2 subsection for representation shall be for meetings between members
- 3 and staff of the U.S. Congress and members of FSM Congress; PROVIDED
- 4 however that up to \$20,000 of these funds may be reprogrammed for use
- 5 by JCN for representation if all section 2(2)(b) representation funds
- 6 have been exhausted and the requirements contained therein have been
- 7 met.
- 8 (3) Department of Finance and Administration
- 9 \$1,957,806, for the activities set forth in the performance budget
- 10 pages A3.1 through A3.8 of the budget book.
- 11 (4) Department of Economic Affairs
- 12 \$1,373,627, for the activities set forth in the performance budget
- 13 pages A4.1 through A4.18 of the budget book.
- 14 (5) Department of Transportation, Communication and
- 15 Infrastructure
- 16 \$1,500,773, for the activities set forth in the performance budget
- 17 pages 5.1 through 5.3 of the budget book. Of the total funds
- 18 appropriated under this subsection, \$25,000 for a consultant in
- 19 communications policy shall be deemed to come from funds available
- 20 under section 215(a)(2) of the Compact of Free Association for
- 21 telecommunications.
- 22 (6) Department of Health, Education and Social Affairs
- 23 \$980,543, for the activities set forth in the performance budget pages
- 24 A6.1 through A6.19 of the budget book.
- 25 (7) Department of Justice

- 1 \$3,078,213, for the activities set forth in the performance budget
- 2 pages A7.1 through A7.6 of the budget book. Of the total funds
- 3 appropriated, \$519,000 shall be deemed to come from funds available
- 4 under section 216(a)(1) of the Compact of Free Association for marine
- 5 surveillance.
- 6 (8) FSM Public Defender
- 7 \$558,264, for the activities set forth in the performance budget pages
- 8 A8.1 through A8.2 of the budget book.
- 9 Section 3. Operating expenses of the Legislative Branch. The sum
- 10 of \$3,098,700, or so much thereof as may be necessary, is hereby
- 11 appropriated from the General Fund of the Federated States of
- 12 Micronesia for the fiscal year ending September 30, 2002, for the
- 13 operations of the Legislative Branch of the National Government during
- 14 fiscal year 2002 in order to achieve the activities set forth in the
- 15 performance budget pages B.1 through B.3 of the budget book.
- 16 Section 4. Operating expenses of the National Judiciary. The sum
- 17 of \$974,150, or so much thereof as may be necessary, is hereby
- 18 appropriated from the General Fund of the Federated States of
- 19 Micronesia for the fiscal year ending September 30, 2002, for the
- 20 operations of the Judiciary Branch of the National Government during
- 21 fiscal year 2002 in order to achieve the activities set forth in the
- 22 performance budget pages C.1 through C.3 of the budget book.
- 23 Section 5. Operating expenses of the Public Auditor. The sum of
- 24 \$523,997, or so much thereof as may be necessary, is hereby
- 25 appropriated from the General Fund of the Federated States of

- 1 Micronesia for the fiscal year ending September 30, 2002, for the
- 2 operations of the Office of the FSM Public Auditor during fiscal year
- 3 2002 in order to achieve the activities set forth in the performance
- 4 budget pages D.1 through D.2 of the budget book.
- 5 Section 6. Operating expenses of agencies of the National
- 6 Government. The sum of \$1,855,677, or so much thereof as may be
- 7 necessary, is hereby appropriated from the General Fund of the
- 8 Federated States of Micronesia for the fiscal year ending September 30,
- 9 2002, for the operations of the following boards, commissions and
- 10 agencies during fiscal year 2002. The sum appropriated by this section
- 11 shall be apportioned as follows:
- 12 (1) Micronesian Fisheries Authority
- 13 \$460,614, for the activities set forth in the performance budget pages
- 14 E1.1 through E1.6 of the budget book.
- 15 (2) Board of Regents-COM-FSM
- 16 \$84,460, for the activities set forth in the performance budget pages
- 17 E2.1 through E2.2 of the budget book.
- 18 (3) FSM Coconut Development Authority
- 19 \$133,159 for the activities set forth in the performance budget pages
- 20 E3.1 through E3.2 of the budget book.
- 21 (4) FSM Banking Board
- 22 \$138,712, for the activities set forth in the performance budget pages
- 23 E4.1 through E4.2 of the budget book.
- 24 (5) FSM Postal Services
- 25 \$618,732, for the activities set forth in the performance budget pages

- 1 E5.1 through E5.3 of the budget book.
- 2 (6) FSM National Fisheries Corporation
- 3 \$375,000 for the activities set forth in the performance budget page
- 4 E6.1 of the budget book.
- 5 (7) Chuuk State Commission on Improvement Projects
- 6 \$45,000 for the operations of the Chuuk State Commission on Improvement
- 7 Projects.
- 8 Section 7. Special programs. The sum of \$1,604,920, or so much
- 9 thereof as may be necessary, is hereby appropriated from the General
- 10 Fund of the Federated States of Micronesia for the fiscal year ending
- 11 September 30, 2002, for the following special programs during fiscal
- 12 year 2002. The sum appropriated by this section shall be apportioned
- 13 as follows:
- 14 (1) FSM Aquaculture Center \$129,717, for the outputs set forth
- 15 in the performance budget pages F1.1 through F1.2 of the budget book.
- 16 (2) Joint Committee on Compact Economic Negotiations (JCN)
- 17 \$946,769, for the activities set forth in the performance budget pages
- 18 F2.1 through F2.2 of the budget book. Of the amount appropriated by
- 19 this subsection, \$50,000 shall not be allotted until such time as a
- 20 contract for an eminent economist is executed, and then these funds
- 21 shall be used only for the purpose of paying amounts due under that
- 22 contract.
- 23 (3) National Government Early Retirement Loan Repayment Fund
- 24 \$282,309 for the repayment of the Asian Development Bank financed early
- 25 retirement loan.

| 1 | (4) FSM National Government Employee Retirement Plan |
|----|--|
| 2 | \$-0-, for the purpose of providing the initial capital for a retirement |
| 3 | plan for the employees of the FSM National Government. |
| 4 | (5) Office of the National Election Director |
| 5 | \$246,125, for the purpose of funding the operations of the Office of |
| 6 | the National Election Director, including the national election offices |
| 7 | in each of the four states. |
| 8 | Section 8. Grants, subsidies and contributions. The sum of |
| 9 | \$2,505,791, or so much thereof as may be necessary, is hereby |
| 10 | appropriated from the General Fund of the Federated States of |
| 11 | Micronesia for the fiscal year ending September 30, 2002, for the |
| 12 | following grants, subsidies and contributions during fiscal year 2002. |
| 13 | The sum appropriated by this section shall be apportioned as follows: |
| 14 | (1) Office of the President |
| 15 | (a) Pacific Islands News Association \$ -0- |
| 16 | (b) Asia Pacific Broadcasting Union0- |
| 17 | (c) Asia Pacific Institute of |
| 18 | Broadcasting\$ -0- |
| 19 | (2) Department of Foreign Affairs |
| 20 | (a) Forum Secretariat |
| 21 | (b) The Pacific Community |
| 22 | (c) South Pacific Regional |
| 23 | Environmental Program (SPREP) |
| 24 | (d) United Nations Economic and |
| 25 | Social Commission for Asia and the Pacific (ESCAP) 5,000 |

| 1 | (e) | UN membership fees | 100,000 |
|----|------------------|--|---------|
| 2 | (f) | East West Center | 10,000 |
| 3 | (3) Depar | rtment of Economic Affairs | |
| 4 | (a) | Pacific Island Development | |
| 5 | Program | • | 15,000 |
| 6 | (b) | Forum Fisheries Agency (FFA) | 21,000 |
| 7 | (c) | UN Development Program | 3,000 |
| 8 | (d) | Coord. Commission for Offshore | |
| 9 | Mineral Prospect | ing (CCOMP) | 8,000 |
| 10 | (e) | Plant Protection Program | 60,000 |
| 11 | (f) | Pacific Asian Travel Association | 5,000 |
| 12 | (g) | FSM Giant Clam Culture | 11,440 |
| 13 | (h) | FSM Coastal Fisheries Consortium | 11,702 |
| 14 | (i) | National Plant Protection and | |
| 15 | Quarantine Commu | nication | 29,700 |
| 16 | (j) | OPIC Loan Repayment | 250,000 |
| 17 | (4) Depar | rtment of Health, Education and | |
| 18 | Social Affairs | | |
| 19 | (a) | UN Fund for Population Activity | |
| 20 | (UNFPA) | \$ | 3,000 |
| 21 | (b) | Aid to non-public schools | 500,000 |
| 22 | (c) | Financial assistance for students studying | ı |
| 23 | at CMI and PCC, | PROVIDED that the program of study is not | |
| 24 | available at COM | M National or State campuses and PROVIDED | |
| 25 | FURTHER that stu | dents applying for this assistance first s | how |

| 1 | proof that they have applied for Pell Grants and other avai | lable |
|----|---|--------|
| 2 | assistance | 50,000 |
| 3 | (d) President Graduate Scholarship | -0- |
| 4 | (e) World Health Organization (WHO) | 41,385 |
| 5 | (f) National Board of Nursing | 38,000 |
| 6 | (g) Pacific Islands Health Officers | |
| 7 | Association (PIHOA) | 20,000 |
| 8 | (h) National Close-Up Local Program | 64,000 |
| 9 | (i) FSM Amateur Sports Association | 35,000 |
| 10 | (j) COM Board Annual Meeting | 5,000 |
| 11 | (k) Association of Territorial Health | |
| 12 | Organization | 2,000 |
| 13 | (5) Department of Justice; PROVIDED that, no | |
| 14 | funds appropriated for Joint Law Enforcement purposes may | |
| 15 | be used for travel or to purchase vehicles, and PROVIDED | |
| 16 | FURTHER that no funds shall | |
| 17 | be obligated or disbursed for the second or third quarter | |
| 18 | of fiscal year 2002 unless, before March 31, 2002, each | |
| 19 | state reports to the Committee on Judiciary and | |
| 20 | Governmental Operations on the use of all funds | |
| 21 | appropriated for fiscal year 2001 and for the first half | |
| 22 | of fiscal year 2002, including an explanation of how each | |
| 23 | expenditure contributed to the purpose of joint law | |
| 24 | enforcement. | |
| 25 | (a) Kosrae Joint Law Enforcement\$ | 35,000 |

| 1 | (b) Pohnpei Joint Law Enforcement | 70,000 |
|----|---|---------|
| 2 | (c) Chuuk Joint Law Enforcement | 80,000 |
| 3 | (d) Yap Joint Law Enforcement | 45,000 |
| 4 | (6) Department of Transportation, Communication and | |
| 5 | Infrastructure | |
| 6 | (a) Asia Pacific Telecommunity | |
| 7 | to be deemed as deriving from funds available | |
| 8 | under section 215(a)(2) of the Compact of Free | |
| 9 | Association for telecommunications | 9,000 |
| 10 | (b) International Telecommunication | |
| 11 | Union to be deemed as deriving from funds available | |
| 12 | under section 215(a)(2) of the Compact of Free | |
| 13 | Association for telecommunications | 57,639 |
| 14 | (c) International Civil Aviation | |
| 15 | Organization | 28,050 |
| 16 | (d) Micronesian Shipping Commission\$ | 10,000 |
| 17 | (7) Coconut Development Authority | |
| 18 | (a) Copra Subsidy | 100,000 |
| 19 | (b) Asia Pacific Coconut Community | 20,500 |
| 20 | (8) Other grants, subsidies and contributions | |
| 21 | (a) Kosrae Judiciary | |
| 22 | (i) Unrestricted | 30,000 |
| 23 | (ii) Law School Scholarships | 35,000 |
| 24 | (b) Pohnpei Judiciary | 90,000 |
| 25 | (c) Chuuk Judiciary | 90,000 |

| 1 | (d) Yap Judiciary |
|----|--|
| 2 | (i) Unrestricted |
| 3 | (ii) Law School Scholarships 20,000 |
| 4 | (e) COM Treaty Obligation |
| 5 | (f) Micronesian Legal Services |
| 6 | Corporation |
| 7 | (g) Constitutional Convention and |
| 8 | Post-Convention Duties |
| 9 | Section 9. Energy budget. The sum of \$308,154, or so much |
| 10 | thereof as may be necessary, is hereby appropriated from the General |
| 11 | Fund of the Federated States of Micronesia for the fiscal year endir |
| 12 | September 30, 2002, to pay utility bills for National Government |
| 13 | offices, operate and maintain standby generators, and establish energy |
| 14 | conservation programs. The funds appropriated under this section sl |
| 15 | be deemed to come from funds available under section 214(b) of the |
| 16 | Compact of Free Association. |
| 17 | Section 10. Operating expenses of the Telecommunications |
| 18 | <pre>Corporation. The sum of \$832,361, or so much thereof as may be</pre> |
| 19 | necessary, is hereby appropriated from the General Fund of the |
| 20 | Federated States of Micronesia for the fiscal year ending September |
| 21 | 2002, for the operations of FSM Telecommunications Corporation and |
| 22 | other telecommunications projects. The funds appropriated under this |
| 23 | section shall be deemed to come from funds available under section |
| 24 | 215(a)(2) of the Compact of Free Association. The sum appropriated |
| 25 | this section shall be apportioned as follows: |

| 1 | (1) Grant to FSM Telecommunications for the |
|----|--|
| 2 | operation of Earth Stations\$ 582,361 |
| 3 | (2) National Government obligations for |
| 4 | energy bills, PROVIDED that these funds may be used |
| 5 | to pay past due bills or FY2002 obligations |
| 6 | (a) Executive Branch and Agencies 150,000 |
| 7 | (b) Legislative Branch (including State |
| 8 | Delegation Offices) |
| 9 | 75,000 |
| 10 | (c) Judiciary Branch |
| 11 | Section 11. Compact section 216(a)(2) programs. The sum of |
| 12 | \$116,000, or so much thereof as may be necessary, is hereby |
| 13 | appropriated from the General Fund of the Federated States of |
| 14 | Micronesia for the fiscal year ending September 30, 2002, for health |
| 15 | and medical referral and other Compact section 216(a)(2) programs and |
| 16 | projects. The funds appropriated under this section shall be deemed to |
| 17 | come from funds available under section 216(a)(2) of the Compact of |
| 18 | Free Association. The sum appropriated under this section shall be |
| 19 | apportioned as follows: |
| 20 | (1) Visiting Team of Health Specialists\$ 68,000 |
| 21 | (2) Enhancement of Local Capacity 48,000 |
| 22 | Section 12. Compact section 221(b) programs. The sum of |
| 23 | \$310,415, or so much thereof as may be necessary, is hereby |
| 24 | appropriated from the General Fund of the Federated States of |
| 25 | Micronesia for the fiscal year ending September 30, 2002, for health |

| 1 | and education pr | rograms. The funds appropriated under this section |
|----|------------------|--|
| 2 | shall be deemed | to come from funds available under section 221(b) of |
| 3 | the Compact of F | Free Association. The sum appropriated by this section |
| 4 | shall be apporti | ioned as follows: |
| 5 | (1) Healt | th service programs |
| 6 | (a) | Health Planning and Workforce |
| 7 | Development | \$ 10,600 |
| 8 | (b) | Health and Vital Statistics 18,205 |
| 9 | (c) | Tuberculosis Prevention 8,000 |
| 10 | (d) | Leprosy Prevention and Control 8,000 |
| 11 | (e) | Family Health/Planning |
| 12 | (f) | Immunization Program |
| 13 | (g) | Maternal and Child Health 5,000 |
| 14 | (h) | Substance Abuse Prevention 7,128 |
| 15 | (i) | AIDS Prevention and Control\$ 6,100 |
| 16 | (j) | Tobacco Prevention and Control 3,500 |
| 17 | (k) | Nutrition Services Program 16,150 |
| 18 | (1) | Diabetes Prevention and Control 15,000 |
| 19 | (m) | Mental Health Services |
| 20 | (2) Educa | ation programs |
| 21 | (a) | National Standardization 66,468 |
| 22 | (b) | Education Ties Economic Growth 24,579 |
| 23 | (c) | College Admission Counseling 33,436 |
| 24 | (d) | National Education Standards 18,477 |
| 25 | (e) | Civic Education and FSM History 38,872 |

- 1 Section 13. <u>Capital and Human Resource Development</u>. The sum of
- 2 \$11,387,200, or so much thereof as may be necessary, is hereby
- 3 appropriated from the General Fund of the Federated States of
- 4 Micronesia for the fiscal year ending September 30, 2002, for capital
- 5 improvement, development programs and projects and human resource
- 6 development. Of the total funds appropriated under this section,
- 7 \$2,981,107 shall be deemed to come from the capital account funds
- 8 available under section 211 of the Compact of the Free Association, and
- 9 1,287,700 from the funds available under section 216(a)(3) of the
- 10 Compact of the Free Association. The sum appropriated under this
- 11 section shall be apportioned as follows:
- 12 (1) College of Micronesia-FSM
- 13 (a) Operations of the College of Micronesia-FSM,
- 14 including planning and construction of new facilities \$3,067,000
- 15 (b) Student assistance for tuition and housing to
- 16 be deemed as deriving from section 216(a)(3) of the Compact
- 17 of Free Association
- 18 PROVIDED that these funds shall be used strictly for direct
- 19 financial assistance to COM-FSM students, and PROVIDED
- 20 FURTHER that the co-payment by the student or the student's
- 21 parent must be proportionally the same for each in relation
- 22 to their total obligation, and PROVIDED FURTHER that only
- 23 students maintaining a passing grade point average will be
- 24 eligible to receive these funds. The funds appropriated
- 25 under this subsection shall be apportioned as follows:

| 1 | (i) General assistance |
|----|--|
| 2 | (ii) Assistance for courses on |
| 3 | Micronesian Government and Politics 5,000 |
| 4 | (c) COM-FSM Multi-purpose gymnasium |
| 5 | furnishing |
| 6 | (d) COM-Faculty office furnishing 40,000 |
| 7 | (e) COM-FSM Chuuk campus phase I |
| 8 | construction |
| 9 | (f) FSM Fisheries and Maritime |
| 10 | Institute |
| 11 | (2) Post-secondary Educational Assistance |
| 12 | to be deemed as deriving from section 216(a)(3) of |
| 13 | the Compact of Free Association EXCEPT that \$21,716 |
| 14 | for the Chuuk State Scholarship Coordinator's |
| 15 | Office to be deemed as deriving from the General |
| 16 | Fund of the Federated States of Micronesia: |
| 17 | (a) Kosrae State |
| 18 | (b) Pohnpei State |
| 19 | (c) Chuuk State Scholarships, PROVIDED |
| 20 | that the selection committee is required to provide to the |
| 21 | State Scholarship Coordinator, copies of all documents which |
| 22 | would provide details of the |
| 23 | applicants, their grade point average, the courses studied |
| 24 | and the institution attended, as well as names of those |
| 25 | applicants who are selected to |

| 1 | receive a scholarship and the amount proposed. This | |
|----|--|-------|
| 2 | requirement must be satisfied prior to the release of | |
| 3 | scholarship funds to the students selected. | |
| 4 | (i) General Assistance\$ 250 | ,000 |
| 5 | (ii) Scholarships for Student's with | |
| 6 | the Highest Grade Point Averages | ,000 |
| 7 | (iii) Operations of the | |
| 8 | Chuuk State Scholarship Coordinator's Office 21 | ,716 |
| 9 | (d) Yap State161 | ,320 |
| 10 | (e) Graduate School Scholarships -All | |
| 11 | States | ,000 |
| 12 | (3) National Staff Upgrading\$ | -0- |
| 13 | (4) FSM Capital Complex Renovation 200 | 0,000 |
| 14 | (5) Micronesian Entrepreneur Development | |
| 15 | Center 60 | ,000 |
| 16 | (6) FSM Development Bank - Development Loan | |
| 17 | Program | ,000 |
| 18 | (7) Pohnpei Sports Facilities Improvement | -0- |
| 19 | (8) Yap Sports Facilities Completion 620 | ,000 |
| 20 | (9) FSM Trust Fund, PROVIDED that these funds shall be | |
| 21 | placed in the FSM Trust Fund until such time as an "S" | |
| 22 | Account within the FSM Trust Fund is established by law, at | |
| 23 | which time the funds will be transferred to this account. If | |
| 24 | no "S" Account is established by law, the funds shall remain | |
| 25 | in the FSM Trust Fund until such time as they are | |

| 1 | appropriated by law | ,200,000 |
|----|--|--------------|
| 2 | (10) FSM Consul General Guam Residence | |
| 3 | Construction | 190,000 |
| 4 | (11) Ms. Caroline Islands Dry-docking | 500,000 |
| 5 | (12) National Visitors Bureau | 512,500 |
| 6 | (13) Chuuk State Multipurpose Gymnasium | 100,000 |
| 7 | Section 14. Employment ceilings. The maximum number | of positions |
| 8 | for each branch of the National Government shall be as follower. | lows: |
| 9 | (1) Executive Branch | 418 |
| 10 | The 418 positions within the Executive Branch are | |
| 11 | to be apportioned as follows: | |
| 12 | (a) Office of the President | 17 |
| 13 | (b) Department of Foreign Affairs | 35 |
| 14 | (c) Department of Finance & Administration | 80 |
| 15 | (d) Department of Economic Affairs | 58 |
| 16 | (e) Department of Transportation, | |
| 17 | Communication and Infrastructure | 28 |
| 18 | (f) Department of Health, Education and | |
| 19 | Social Affairs | 49 |
| 20 | (g) Department of Justice | 128 |
| 21 | (h) FSM Public Defender | 23 |
| 22 | (2) Legislative Branch | 56 |
| 23 | (3) Judiciary Branch | 26 |
| 24 | (4) Public Auditor | 15 |
| 25 | (5) Agencies | |

| 1 | (a) Micronesian Fisheries Authority | 11 |
|----|---|---------|
| 2 | (b) Coconut Development Authority | 6 |
| 3 | (c) National Postal Service | 38 |
| 4 | (d) FSM Banking Board | 4 |
| 5 | (6) Special Programs | |
| 6 | (a) FSM Aquaculture Center | 4 |
| 7 | (b) Joint Committee on Compact Economic | |
| 8 | Negotiations | 5 |
| 9 | (c) Office of National Election Director. | 11 |
| 10 | Section 15. Reprogramming. Reprogramming within a Branch | 1 |
| 11 | Department or Agency shall be effected by the Head of such Bran | ch, |
| 12 | Department or Agency by specifying the activities for which fun | ding is |
| 13 | either increased or decreased. The President may reprogram up | to ten |
| 14 | percent to and from the funds appropriated to each department a | nd |
| 15 | office in section 2 (Operating Expenses of the Executive Branch |) |
| 16 | PROVIDED that he first provide to Congress, through the Chairma | n of th |
| 17 | Committee on Ways and Means, a report of the amount to be repro | grammed |
| 18 | and the reasons. | |
| 19 | Section 16. Allotment and management of funds and lapse d | ate. |
| 20 | (1) General Provisions. | |
| 21 | (a) All funds appropriated by this act shall be all | otted, |
| 22 | managed, administered, and accounted for in accordance with app | licable |
| 23 | law, including, but not limited to, the Financial Management Ac | t of |
| 24 | 1979; | |
| 25 | (b) The allottees shall be responsible for ensuring | that |

- 1 these funds, or so much thereof as may be necessary, are used solely
- 2 for the purpose specified in this act, and that no obligations are
- 3 incurred in excess of the sum appropriated.
- 4 (2) Allottees. The allottees of the funds appropriated by this
- 5 act are as follows:
- 6 (a) section 2 the allottee of these funds shall be the
- 7 President of the Federated States of Micronesia;
- 8 (b) section 3 the allottee of these funds shall be the
- 9 Speaker of the Congress of the Federated States of Micronesia;
- 10 (c) section 4 the allottee of these funds shall be the
- 11 Chief Justice of the Supreme Court of the Federated States of
- 12 Micronesia;
- 13 (d) section 5 the allottee of these funds shall be the
- 14 Public Auditor;
- 15 (e) section 6 through 13 the allottee of these funds
- 16 shall be the President of the Federated States of Micronesia or his
- 17 designee; EXCEPT THAT for the following subsections of section 6
- 18 through 13 of this act, the allottees shall be:
- 19 (i) section 8, subsection (5) the allottee of these
- 20 funds shall be the Governor of the respective State, or his designee;
- 21 (ii) section 8, subsection (6)(a) through (6)(d) the
- 22 allottee of these funds shall be the Secretary of the Department of
- 23 Transportation, Communications and Infrastructure;
- 24 (iii) section 8, subsection (8)(a) through (8)(d) the
- 25 allottee of these funds shall be the Chief Justice of the respective

| 1 | State; |
|----|--|
| 2 | (iv) section 10, subsection (2)(b) - the allottee of |
| 3 | these funds shall be the Speaker of the Congress of the Federated |
| 4 | States of Micronesia, or his designee; |
| 5 | (v) section 10, subsection (2)(c) - the allottee of |
| 6 | these funds shall be the Chief Justice of the Supreme Court of the |
| 7 | Federated States of Micronesia; |
| 8 | (vi) section 13, subsection $(1)(a)$ through $(1)(f)$ - the |
| 9 | allottee of these funds shall be the President of the College of |
| 10 | Micronesia-FSM; |
| 11 | (vii) section 13, subsections (2)(a) through (2)(d) - |
| 12 | the allottee of these funds shall be the Governor of the respective |
| 13 | State. |
| 14 | (3) Lapse date. The authority of the allottees to obligate |
| 15 | funds appropriated by this act shall lapse as of September 30, 2002. |
| 16 | Section 17. This act shall become law upon approval by the |
| 17 | President of the Federated States of Micronesia or upon its becoming |
| 18 | law without such approval. |
| 19 | |
| 20 | <u>August 19</u> , 2001 |
| 21 | |
| 22 | |
| 23 | /s/ Redley Killion for Leo A. Falcam |
| 24 | President Federated States of Micronesia |