

FIFTEENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

FIRST REGULAR SESSION, 2007 CONGRESSIONAL BILL NO. 15-26, C.D.1, C.D.2,
C.D.3, C.D.4, C.D.5

P.C. NO. 15-17

PUBLIC LAW NO. 15-1

AN ACT

To further amend Public Law No. 14-80, as amended by Public Laws Nos. 14-95, 14-99 and 14-104, the FY 2007 budget, by further amending sections 1,2,3, 7, 8 and 12 thereof, for the purpose of appropriating \$321,913 in supplemental funding from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2007, to readjust the amount of funds available through the Supplemental Education Grant, to provide for the operations of the Executive and Legislative Branches, national agencies, various programs, grants, subsidies, and contributions, and for other purposes.

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

1 Section 1. The title of Public Law No. 14-80, as amended by
2 Public Laws Nos. 14-95, 14-99 and 14-104, is hereby further
3 amended to read as follows:

4 "To appropriate the sum of \$36,390,720.62 from the
5 General Fund of the Federated States of Micronesia for
6 the fiscal year ending September 30, 2007 for the
7 purpose of funding the operations of all branches of the
8 National Government of the Federated States of
9 Micronesia, its agencies, various programs, grants,
10 subsidies and contributions and to establish a capital
11 and human resources development budget for the fiscal
12 year 2007, and for other purposes."

13 Section 2. Section 1 of Public Law No. 14-80, as amended by
14 Public Laws Nos. 14-95, 14-99 and 14-104, is hereby further
15 amended to read as follows:

16 "Section 1. An annual budget in the amount of

1 \$36,390,720.62 from for the fiscal year ending September
2 30, 2007 is hereby approved. There is hereby
3 appropriated from the General Fund of the Federated
4 States of Micronesia for the fiscal year ending
5 September 30, 2007 the sum of \$36,390,720.62 for the
6 purpose of funding the operations of all branches of the
7 National Government of the Federated States of
8 Micronesia, its agencies, various programs, grants,
9 subsidies and contributions; and capital and human
10 resource development for the fiscal year ending
11 September 30, 2007. The sum appropriated herein shall
12 be apportioned as follows:"

13 Section 3. Section 2 of Public Law No. 14-80, as amended by
14 Public Laws Nos. 14-95, 14-99 and 14-104, is hereby further
15 amended to read as follows:

16 "Section 2. Operating expenses of the Executive Branch.
17 The sum of \$15,175,372 or so much thereof as may be
18 necessary, is hereby appropriated from the General Fund
19 of the Federated States of Micronesia for the fiscal
20 year ending September 30, 2007, for the purpose of
21 funding the operations of the Executive Branch of the
22 National Government for the fiscal year 2007. The sum
23 appropriated by this section shall be apportioned as
24 follows:

25 (1) Office of the President.

1 \$615,517, or so much thereof as may be necessary, for
2 the operations of the Office of the President for the
3 fiscal year 2007. The sum appropriated herein shall be
4 apportioned as follows:

5	Personnel	\$	267,341
6	Travel		98,176
7	Contractual Services		145,000
8	OCE		80,000
9	Fixed Assets		25,000

10 (2) Department of Foreign Affairs.

11 \$2,964,306, or so much thereof as may be
12 necessary, for the operations of the
13 Department of Foreign Affairs for the fiscal
14 year 2007. The sum appropriated herein shall
15 be apportioned as follows:

16	Personnel	\$	1,172,209
17	Travel		147,860
18	Contractual Services		1,374,907
19	OCE		267,850
20	Fixed Assets		1,480

21 (3) Department of Finance and Administration.

22 \$2,570,323 or so much thereof as may be
23 necessary, for the operations of the
24 Department of Finance and Administration for
25 the fiscal year 2007. The sum appropriated

1 herein shall be apportioned as follows:

2	Personnel	\$	1,298,426
3	Travel		246,775
4	Contractual Services		652,088
5	OCE		331,834
6	Fixed Assets		41,200

7 (4) Department of Economic Affairs.

8 \$1,174,769, or so much thereof as may be
9 necessary, for the operations of the
10 Department of Economic Affairs for the fiscal
11 year 2007. The sum appropriated herein shall
12 be apportioned as follows:

13	Personnel	\$	833,325
14	Travel		69,169
15	Contractual Services		112,275
16	OCE		138,000
17	Fixed Assets		22,000

18 (5) Department of Transportation, Communication and
19 Infrastructure.

20 \$1,585,990, or so much thereof as may be
21 necessary, for the operations of the
22 Department of Transportation, Communications
23 and Infrastructure for the fiscal year
24 2007. The sum appropriated herein shall be
25 apportioned as follows:

1	Personnel	\$	436,846
2	Travel		103,000
3	Contractual Services, provided that \$143,096		
4	will be used for POL for Caroline Voyager .		968,144
5	OCE		70,000
6	Fixed Assets		8,000
7	(6) <u>Department of Health, Education and Social</u>		
8	<u>Affairs.</u>		
9	\$2,066,840, or so much thereof as may be		
10	necessary, for the operations of the		
11	Department of Health, Education and Social		
12	Affairs for the fiscal year 2007. Of the		
13	total funds appropriated herein, \$359,080		
14	shall be deemed to come from funds available		
15	under the amended Compact for the education		
16	sector, \$767,164 from the health sector, and		
17	\$643,843 from the supplemental education grant		
18	(SEG) for fiscal year 2006, provided that,		
19	these funds shall not be allotted or obligated		
20	until such time as formal approval has been		
21	obtained in accordance with the Amended		
22	Compact of Free Association. The sum		
23	appropriated herein shall be apportioned as		
24	follows:		
25	Personnel	\$	803,480

1	Travel	259,211
2	Contractual Services	186,387
3	OCE	813,062
4	Fixed Assets	4,700

(7) Department of Justice.

\$2,739,589, or so much thereof as may be necessary, for the operations of the Department of Justice for the fiscal year 2007. The sum appropriated herein shall be apportioned as follows:

11	Personnel.....	\$ 1,844,130
12	Travel.....	104,000
13	Contractual Services, provided that \$50,000	
14	will be used as a contributions towards the	
15	Police Academy Training in 2007.....	190,100
16	OCE	565,359
17	Fixed Assets	36,000

(8) Office of the Public Defender.

\$635,991, or so much thereof as may be necessary, for the operations of the Office of the Public Defender for the fiscal year 2007. The sum appropriated herein shall be apportioned as follows:

24	Personnel	\$ 458,244
25	Travel	\$ 69,503

1	Contractual Services	52,044
2	OCE	47,350
3	Fixed Assets	8,850
4	(9) <u>Office of Compact Management.</u>	
5	\$822,047, or so much thereof as may be	
6	necessary, for the operations of the Office of	
7	Compact Management for the fiscal year 2007.	
8	Of the total funds appropriated herein,	
9	\$300,000 shall be deemed to come from funds	
10	available under the amended Compact carryover	
11	from fiscal year 2005 and shall be used for	
12	foreign consultant fees, provided that, these	
13	funds shall not be allotted or obligated until	
14	such time as formal approval has been obtained	
15	in accordance with the amended Compact. The	
16	sum appropriated herein shall be apportioned	
17	as follows:	
18	Personnel	\$ 97,247
19	Travel	70,000
20	Contractual Services	602,800
21	OCE	34,000
22	Fixed Assets	18,000"

23 Section 4. Section 3 of Public Law No. 14-80, as amended by
24 Public Laws Nos. 14-99 and 14-104, is hereby further amended to
25 read as follows:

1 "Section 3. Operating expenses of the
2 Legislative Branch. The sum of \$3,377,164, or
3 so much thereof as may be necessary, is hereby
4 appropriated from the General Fund of the
5 Federated States of Micronesia for the fiscal
6 year ending September 30, 2007, for the
7 operations of the Legislative Branch of the
8 National Government for the fiscal year 2007.
9 The sum appropriated by this section shall be
10 apportioned as follows:

11 (1) Speaker and Members.

12 \$1,542,771, or so much thereof as may be
13 necessary, for the operations of the Office of
14 the Speaker and Members of the Congress of the
15 Federated States of Micronesia for the fiscal
16 year 2007. The sum appropriated herein shall
17 be apportioned as follows:

18	Personnel	\$	415,290
19	Travel		464,881
20	Contractual Services		612,600
21	OCE		50,000

22 (2) Staff Offices.

23 \$1,274,393, or so much thereof as may be
24 necessary, for the operations of the Congress
25 staff offices for the fiscal year 2007. The

1 sum appropriated herein shall be apportioned
2 as follows:

3	Personnel	\$ 822,962
4	Travel	134,371
5	Contractual Services	168,500
6	OCE	122,340
7	Fixed Assets	26,220

8 (3) Congress Delegation Offices.

9 \$560,000, or so much thereof as may be
10 necessary, for the operations of the Congress
11 delegation offices for the fiscal year 2007.

12 The sum appropriated herein shall be
13 apportioned as follows:

14	(a) Kosrae Delegation Office	\$ 80,000
15	(b) Pohnpei Delegation Office	160,000
16	(c) Chuuk Delegation Office	240,000
17	(d) Yap Delegation Office	80,000"

18 Section 5. Section 7 of Public Law No. 14-80 is hereby
19 amended to read as follows:

20 "Section 7. Special Programs. The sum of
21 \$533,582 or so much thereof as may be
22 necessary, is hereby appropriated from the
23 General Fund of the Federated States of
24 Micronesia for the fiscal year ending
25 September 30, 2007, for the following special

1 programs during fiscal year 2007. The sum
2 appropriated by this section shall be
3 apportioned as follows:

4 (1) FSM Aquaculture Center.

5 \$79,282, or so much thereof as may be
6 necessary for the operation of the FSM
7 Aquaculture Center during the fiscal year
8 2007. The sum appropriated herein shall be
9 apportioned as follows:

10	Personnel	\$	\$38,617
11	Travel		8,802
12	Contractual Services		9,474
13	OCE		22,389
14	Fixed Assets		-0-

15 (2) Office of the National Election

16 Director.

17 \$444,300, or so much thereof as may be
18 necessary for the operation of the Office of
19 the National Election Director during the
20 fiscal year 2007. The sum appropriated herein
21 shall be apportioned as follows:

22	Personnel	\$	157,330
23	Travel		10,605
24	Contractual Services		142,715
25	OCE	\$	133,650

1 Fixed Assets -0-

2 (3) Sustainable Development Council.

3 \$10,000, or as much thereof as may be necessary, for the
4 operations of the Sustainable Development Council during
5 fiscal year 2007. All funds appropriated herein shall
6 be expended for travel.

7 Section 6. Section 8 of Public Law No. 14-80, as amended by
8 Public Law No. 14-99 and 14-104, is hereby amended to read as
9 follows:

10 "Section 8. Grants, Subsidies and Contributions. The
11 sum of \$5,099,750.62 or so much thereof as may be
12 necessary, is hereby appropriated from the General Fund
13 of the Federated States of Micronesia for the fiscal
14 year ending September 30, 2007, for the following
15 grants, subsidies and contributions during fiscal year
16 2007. The sum appropriated by this section shall be
17 apportioned as follows:

18 (1) Department of Foreign Affairs.

- 19 (a) Pacific Islands Forum Secretariat \$ 46,000
- 20 (b) Secretariat for the Pacific
- 21 Community (SPC) 56,000
- 22 (c) UN and Specialized Agencies (UN) 60,000
- 23 (d) UN Economic and Social Commission
- 24 for Asia and the Pacific (ESCAP) 5,000
- 25 (e) East-West Center\$ 5,000

1	(f) United Nations Development	
2	Program (UNDP)	23,500
3	(g) Activities in preparation for the	
4	establishment of an FSM embassy in	
5	Beijing	207,585
6	(h) Activities in honor of the	
7	FSM's 20th Independence Anniversary	0
8	(2) <u>Department of Finance and Administration.</u>	
9	(a) ACP Membership Fees	40,000
10	(b) OCO Membership Fee	2,000
11	(c) Maintenance fee for Financial	
12	Management Information System	60,000
13	(3) <u>Department of Economic Affairs.</u>	
14	(a) Pacific Islands Development	
15	Program	15,000
16	(b) Forum Fisheries Agency (FFA)	21,000
17	(c) UN Development Program	3,000
18	(d) Coordinating Committee for	
19	Offshore Minerals Prospecting (SOPAC)	40,000
20	(e) Pacific Asia Travel Association .	5,000
21	(f) UN Environmental Program (UNEP) .	600
22	(g) Western Forestry Leadership	
23	Coalition	-0-
24	(h) Seaframe Program	-0-
25	(i) Food Agriculture Organization (FAO) \$	4,700

1	(j) UN Framework Convention	250
2	(k) National Association of State	
3	Foresters	-0-
4	(l) National Environmental	
5	Speech Contest	-0-
6	(m) FA/TCP Matching	34,500
7	(n) Matching for SPC Projects	60,000
8	(o) Tourism activities, provided that,	
9	no funds shall be allotted until such time as	
10	the Tourism Unit has submitted a plan for the	
11	use of the funds to the Standing Committee on	
12	Resources and Development and received written	
13	approval of the plan from the Chairman of the	
14	Committee	50,000
15	(4) <u>Department of Health, Education and</u>	
16	<u>Social Affairs.</u>	
17	(a) UN Fund for Population	
18	Activity (UNFPA)	3,000
19	(b) South Pacific Regional	
20	Environmental Program (SPREP)	7,375
21	(c) Aid to Non-Public Schools	300,000
22	(d) Financial Assistance to FSM	
23	Students attending College of Marshalls	
24	and Palau Community College	50,000
25	(e) World Health Organization (WHO) \$	41,385

1	(f) National Board of Nursing	10,000
2	(g) Pacific Islands Health	
3	Officers Association	20,000
4	(h) National Close-Up Local Program .	64,000
5	(i) FSM Amateur Sports Association ..	20,000
6	(j) College of Micronesia Board (COM)	5,000
7	(k) Association of Territorial	
8	Health Organization	2,000
9	(l) FSM Red Cross	70,000
10	(m) UNESCO	4,000
11	(n) Independent professional evaluations,	
12	including but not limited to the evaluation of the	
13	national student testing systems and a personnel audit	
14	of the Chuuk State school system, provided that all	
15	funds appropriated herein shall be deemed to come from	
16	funds available under the amended Compact for the	
17	Education Sector, and provided that, these funds shall	
18	not be allotted or obligated until such time as formal	
19	approval has been obtained in accordance with the	
20	amended Compact	200,000
21	(o) Fuel, utilities, communication,	
22	equipment and contractual services for the	
23	Division of Education, provided that all funds	
24	appropriated herein shall be deemed to come	
25	from funds available under the amended Compact	

1 for the Education Sector, and provided that,
2 these funds shall not be allotted or obligated
3 until such time as formal approval has been
4 obtained in accordance with the
5 amended Compact\$ 45,068

6 (p) \$57,000 for Division of Health
7 projects and programs, provided that, all
8 funds appropriated herein shall be deemed to
9 come from funds available under the amended
10 Compact for the Health Sector, and provided
11 that, these funds shall not be allotted or
12 obligated until such time as formal approval
13 has been obtained in accordance with the
14 amended Compact. The sum appropriated herein
15 shall be apportioned as follows:

- | | | |
|----|---|--------|
| 16 | (i) Projected shortfalls in | |
| 17 | communications | 2,000 |
| 18 | (ii) Drugs and medical supplies | |
| 19 | for Mental Health & Substance Abuse Program | 10,000 |
| 20 | (iii) Contracting off-island | |
| 21 | visiting medical specialists | 28,000 |
| 22 | (iv) TB & STD clinic supplies | |
| 23 | for the State governments | 3,000 |
| 24 | (v) Travel for off-island | |
| 25 | visiting medical specialists\$ | 14,000 |

1	(q) National Scholarship Fund, provided that, all	
2	funds appropriated herein shall be deemed to come from	
3	funds available from the Supplemental Education Grant	
4	(SEG) for fiscal year 2006, and provided that, these	
5	funds shall not be allotted or obligated until such time	
6	as formal approval has been obtained in accordance with	
7	the amended Compact	141,777
8	(5) <u>Department of Transportation,</u>	
9	<u>Communications and Infrastructure.</u>	
10	(a) Asia-Pacific Telecommunity (APT)	7,640
11	(b) International Telecommunications	
12	Union (ITU)	55,000
13	(c) International Civil Aviation	
14	Organization	28,050
15	(d) Micronesian Shipping Commission .	10,000
16	(e) FSM Capital	
17	Energy/Utilities	390,000
18	(f) Marine and aviation	
19	skills updating	50,000
20	(6) <u>Coconut Development Authority (CDA).</u>	
21	(a) Copra Subsidy	50,000
22	(b) Asia Pacific Coconut	
23	Community (APCC)	15,000
24	(c) Pilot Plant Project	49,300
25	(7) <u>Other Grants, Subsidies and Contributions.</u>	

1	(a) Kosrae Judiciary subsidy	\$ 30,000
2	(b) Pohnpei Judiciary subsidy	45,000
3	(c) Chuuk Judiciary subsidy	45,000
4	(d) Yap Judiciary subsidy	20,000
5	(e) COM Treaty Obligations	25,000
6	(f) Micronesian Legal Services	
7	Corporation	150,000
8	(g) States Joint Law Enforcement,	
9	provided that \$25,000 shall go to Kosrae	
10	State, \$50,000 shall go to Pohnpei State,	
11	\$50,000 shall go to Chuuk State and	
12	\$25,000 shall go to Yap State	150,000
13	(h) Tuna Commission Membership	16,000
14	(i) Disaster Assistance Emergency	
15	Fund (DAEF) Matching	200,000
16	(k) Maritime Boundary Delimitation ..	43,500
17	(l) Yap Judiciary subsidy to be used	
18	solely to fund scholarships for citizens of	
19	Yap who are studying law	10,000
20	(m) Passport Revolving Fund	233,607.62
21	(n) State of Kosrae, PROVIDED THAT the amount	
22	appropriated herein shall take the form of a loan, the	
23	terms of which have been agreed between the President	
24	and the Governor of Kosrae, to help the State recover	
25	from its current financial	

1	crisis.....	\$ 1,500,000
2	(o) July 2007 Presidential	
3	Inauguration	74,000
4	(p) July 2007 Presidential Inauguration -	
5	Congress funding to be divided as follows:	
6	(i) Kosrae Delegation	5,000
7	(ii) Yap Delegation	7,000
8	(iii) Chuuk Delegation	13,000
9	(iv) Pohnpei Delegation	1,000
10	Total	26,000
11	(q) MiCare, to be used to cover 10%	
12	increase in premiums for members of	
13	health plan	16,913
14	(r) Land Grant Treaty	25,000
15	(s) Funeral expenses for former	
16	President Tosiwo Nakayama	55,000"

17 Section 7. Section 12 of Public Law No. 14-80 is hereby
18 amended to read as follows:

19 "Section 12. Allotment and management of funds and
20 lapse date.

21 (1) General Provisions.

22 (a) All funds appropriated by this act shall be
23 allotted, managed, administered and accounted for in
24 accordance with applicable law, including, but not
25 limited to, the Financial Management Act of 1979 and the

1 amended Compact of Free Association between the United
2 States Government and the Government of the Federated
3 States of Micronesia and its related agreements.

4 (b) The allottees shall be responsible for
5 ensuring that these funds, or so much thereof as may be
6 necessary, are used solely for the purpose specified in
7 this act, and that no obligations are incurred in excess
8 of the sum appropriated.

9 (2) Allottees. The allottee of the funds appropriated
10 by this act are as follows:

11 (a) Section 2 - the allottee of these funds shall
12 be the President of the Federated States of Micronesia;

13 (b) Section 3 - the allottee of these funds shall
14 be the Speaker of the Congress of the Federated States
15 of Micronesia;

16 (c) Section 4 - the allottee of these funds shall
17 be the Chief Justice of the Supreme Court of the
18 Federated States of Micronesia;

19 (d) Section 5 - the allottee of these funds shall
20 be the Public Auditor of the Federated States of
21 Micronesia;

22 (e) Sections 6 through 9 - the allottee of these
23 funds shall be the President of the Federated States of
24 Micronesia, EXCEPT THAT for the following subsections of
25 sections 8 through 9 of this act:

1 (i) section 8 subsection (7)(a) through (d)
2 - the allottee of these funds shall be the Chief Justice
3 of the respective state,

4 (ii) section 8 subsection (7)(l) - the
5 allottee shall be the Yap Office of the Public Defender,

6 (iii) section 8 subsection (7)(n) - the
7 allottee of these funds shall be the Governor of the
8 State of Kosrae.

9 (iv) section 8 subsection (7)(p) - the
10 allottee of these funds shall be the Speaker of the
11 Congress of the Federated States of Micronesia;

12 (v) section 8 subsection (7)(r) the allottee
13 of these funds shall be the President of the College of
14 Micronesia-FSM.

15 (vi) section 9(1)(a) through (d)- the
16 allottee of these funds shall be the President of the
17 College of Micronesia-FSM.

18 (3) Lapse Date. The authority of the allottee to
19 obligate funds appropriated by this act shall lapse as
20 of September 30, 2007, EXCEPT the funds appropriated
21 under section 9 of this act shall not lapse."

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24 Section 8. This act shall become law upon approval by the
25 President of the Federated States of Micronesia or upon its

1 becoming law without such approval.

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June 6, 2007

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/s/ Manny Mori

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Manny Mori

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President

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Federated States of Micronesia

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