AN ACT

To further amend Public Law No. 10-24, as amended by Public Laws Nos. 10-32, 10-56, 10-58 and 10-59, by further amending section 16, as amended by Public Law No. 10-56, to change an allottee and extend the lapse date for certain funds, and for other purposes.

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

Section 1. Section 16 of Public Law No. 10-24, as amended by Public Law No. 10-56, is hereby further amended to read as follows:

"Section 16. Allotment and management of funds and

lapse date. 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 allottee of the funds appropriated under section 7 of this act shall be the Secretary of the Department of Transportation and Communication; and PROVIDED FURTHER that the funds appropriated to Chuuk State under subsection (3) of section 10 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; and PROVIDED FURTHER, that the allottee for the funds appropriated under subsection (2)(m)(ii) of section 11 of this act shall be Micronesian Legal Services Corporation; and PROVIDED FURTHER, that the allottees for the funds appropriated under subsection (2)(o) of section 11 of this act shall be the Governors of the respective States, and no funds appropriated under subsection (2)(o) of section 11 of this act shall be disbursed from the General Fund to the allottees unless the President certifies that the State involved has entered into a joint law enforcement agreement for the period of October 1, 1997, to September 30, 1998, with the National Government pursuant to chapter 12 of title 12 of the Code of the Federated States of Micronesia; and PROVIDED FURTHER, that the allottees for the funds appropriated under subsection (2)(s) of section 11 of this act shall be the Chief Justices of the respective States; and PROVIDED FURTHER, that the allottee of the funds appropriated under subsection (2)(hh)(iii)a) of section 11 of this act shall be the executive director of the Chuuk Housing Authority; and PROVIDED FURTHER, that

the allottee of the funds appropriated under subsection (2)(hh)(iii)b) of this act shall be the Governor of Chuuk State; and PROVIDED FURTHER, that the allottee of the funds appropriated under subsection (2)(ii)(i), (2(ii)(iii) and (2)(ii)(iv) of section 11 of this act shall be the President of the College of Micronesia-FSM, who shall not authorize release of funds to be used on behalf of a student until the President is satisfied that the student has exhausted all other sources of financial assistance; and PROVIDED FURTHER, that the allottee of the funds appropriated under subsection (2)(ii)(ii) of section 11 of this act shall be the Secretary of the Department of Health, Education and Social Affairs; and PROVIDED FURTHER, that the allottee of the funds appropriated under subsection (1) of section 13 shall be the Director of the Office of Administrative Services. Each allottee 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. The authority of the allottees to obligate funds appropriated by this act shall lapse as of September 30, 1998; PROVIDED, however, that the authority of the allottees to obligate funds appropriated by sections 7, 9, 10, 11(2)(w), 11(2)(ff) and 13 shall not lapse; and PROVIDED FURTHER, that the authority of the allottee of funds appropriated by section 3(3) of this act shall lapse as of September 30, 2001."

Section 2. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

<u>March 16</u>, 1998

/s/ Jacob Nena

Jacob Nena President

Federated States of Micronesia