

AN ACT

To amend Public Law No. 14-21, the FY 2006 budget, as amended by Public Law No. 14-50, in order to provide supplemental funding for the fiscal year ending September 30, 2006, 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. 14-21, as amended by
2 Public Law No. 14-50, is hereby further amended to read as
3 follows:

4 “To appropriate the sum of \$~~[34,356,830]~~ 36,190,480 from
5 the General Fund of the Federated States of Micronesia
6 for the fiscal year ending September 30, 2006, 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; to establish a capital and
11 human resource development budget, and for other
12 purposes.”

13 Section 2. Section 1 of Public Law No. 14-21, as amended by
14 Public Law No. 14-50, is hereby further amended to read as
15 follows:

16 “Section 1. Appropriation. There is hereby
17 appropriated from the General Fund of the Federated
18 States of Micronesia the sum of \$~~[34,356,830]~~
19 36,190,480, or so much thereof as may be necessary, for
20 the purpose of funding the operations of all branches of

1 the National Government of the Federated States of
2 Micronesia, its agencies, various programs, grants,
3 subsidies and contributions and capital and human
4 resource development programs of the National Government
5 of the Federated States of Micronesia for the fiscal
6 year ending September 30, 2006. A deadline of December
7 1, 2005 is hereby set for all branches of the National
8 Government to satisfy the requirements of section 103 of
9 the Financial Management Act of 1979. The sum
10 appropriated herein shall be apportioned as follows:"

11 Section 3. Section 2 of Public Law No. 14-21, as amended by
12 Public Law No. 14-50, is hereby further amended to read as
13 follows:

14 "Section 2. Operating expenses of the Executive Branch.
15 The sum of \$~~[14,215,701]~~ 14,554,101, or so much thereof
16 as may be necessary, is hereby appropriated from the
17 General Fund of the Federated States of Micronesia for
18 the fiscal year ending September 30, 2006, for the
19 purpose of funding the operations of the Executive
20 Branch of the National Government during the fiscal year
21 2006. The sum appropriated by this section shall be
22 apportioned as follows:

23 (1) Office of the President.

24 \$~~[672,213]~~ 732,213, or so much thereof as may be
25 necessary, for the operations of the Office of the

1 President during the fiscal year 2006. The sum
 2 appropriated herein shall be apportioned as follows:
 3 Personnel\$ 287,235
 4 Travel\$ [~~93,678~~] 138,678
 5 Contractual Services [~~190,000~~] 205,000
 6 OCE 86,300
 7 Fixed Assets 15,000

8 (2) Department of Foreign Affairs.

9 \$3,200,651, or so much thereof as may be
 10 necessary, for the operations of the Department of
 11 Foreign Affairs during the fiscal year 2006. The sum
 12 appropriated herein shall be apportioned as follows:

13 Personnel\$ 1,170,385
 14 Travel 163,070
 15 Contractual Services 1,607,406
 16 OCE 259,790
 17 Fixed Assets -0-

18 (3) Department of Finance and Administration

19 \$ [~~2,445,638~~] 2,523,638, or so much thereof as may
 20 be necessary, for the operations of the Department of
 21 Finance and Administration during the fiscal year 2006.
 22 The sum appropriated herein shall be apportioned as
 23 follows:

24 Personnel\$ [~~1,286,249~~] 1,294,277
 25 Travel [~~204,316~~] 269,288

1	Contractual Services	622,027
2	OCE [287,679]	<u>292,679</u>
3	Fixed Assets	45,367
4	(4) <u>Department of Economic Affairs.</u>	
5	\$1,063,113, or so much thereof as may be	
6	necessary, for the operations of the Department of	
7	Economic Affairs during the fiscal year 2006. The sum	
8	appropriated herein shall be apportioned as follows:	
9	Personnel\$	830,535
10	Travel	95,670
11	Contractual Services	5,309
12	OCE	121,599
13	Fixed Assets	10,000
14	(5) <u>Department of Transportation, Communication and</u>	
15	<u>Infrastructure.</u>	
16	\$ [1,366,142] <u>1,381,142</u> , or so much thereof as may	
17	be necessary, for the operations of the Department of	
18	Transportation, Communications and Infrastructure during	
19	the fiscal year 2006. The sum appropriated herein shall	
20	be apportioned as follows:	
21	Personnel\$	579,126
22	Travel	101,968
23	Contractual Services [611,048]	<u>626,048</u>
24	OCE	70,000
25	Fixed Assets	4,000

(6) Department of Health, Education and Social Affairs.

\$~~[1,905,991]~~ 1,941,991, or so much thereof as may be necessary, for the operations of the Department of Health, Education and Social Affairs during the fiscal year 2006. Of the total funds appropriated herein, \$359,081 shall be deemed to come from funds available under the amended Compact for the education sector, \$764,383 from the health sector, \$380,474 from the supplemental education grant (SEG) and \$67,901 from the Compact I Section 221(b) Special Block Grant. The sum appropriated herein shall be apportioned as follows:

Personnel	\$	935,875
Travel	[439,667]	<u>452,667</u>
Contractual Services	[269,288]	<u>292,288</u>
OCE		254,461
Fixed Assets		6,700

(7) Department of Justice.

\$~~[2,664,435]~~ 2,793,835, or so much thereof as may be necessary, for the operations of the Department of Justice during the fiscal year 2006. The sum appropriated herein shall be apportioned as follows:

Personnel	\$	1,837,660
Travel	[117,190]	<u>143,533</u>
Contractual Services		239,900

1	OCE	[448,185]	<u>511,242</u>
2	Fixed Assets	[21,500]	<u>61,500</u>
3	(8) <u>Office of the Public Defender.</u>		
4	\$[667,177] <u>687,177</u> , or so much thereof as may be		
5	necessary, for the operations of the Office of the		
6	Public Defender during the fiscal year 2006. The sum		
7	appropriated herein shall be apportioned as follows:		
8	Personnel	\$	456,941
9	Travel		130,000
10	Contractual Services	[39,486]	<u>45,486</u>
11	OCE	[37,700]	<u>51,700</u>
12	Fixed Assets		3,050

13	(9) <u>Office of Compact Management.</u>		
14	\$230,341, or so much thereof as may be necessary,		
15	for the operations of the Office of Compact Management		
16	during the fiscal year 2006. The sum appropriated		
17	herein shall be apportioned as follows:		
18	Personnel	\$	85,841
19	Travel		60,000
20	Contractual Services		57,200
21	OCE		23,100
22	Fixed Assets		4,200"

23 Section 4. Section 5 of Public Law No. 14-21 is hereby
 24 amended to read as follows:

25 "Section 5. Operating Expenses of the Public Auditor's

1 Office. The sum of \$~~[667,895]~~ 722,895, or so much
 2 thereof as may be necessary, is hereby appropriated from
 3 the General Fund of the Federated States of Micronesia
 4 for the fiscal year ending September 30, 2006, for the
 5 operations of the National Office of the Public Auditor
 6 for the fiscal year 2006. The sum appropriated by this
 7 section shall be apportioned as follows:

8	Personnel	\$	354,176
9	Travel	[126,659]	<u>176,659</u>
10	Contractual Services		123,260
11	OCE	[51,800]	<u>56,800</u>
12	Fixed Assets		12,000"

13 Section 5. Section 6 of Public Law No. 14-21 is hereby
 14 amended to read as follows:

15 "Section 6. Operating Expenses of agencies of the
 16 National Government. The sum of \$~~[1,475,130]~~ 1,550,130,
 17 or so much thereof as may be necessary, is hereby
 18 appropriated from the General Fund of the Federated
 19 States of Micronesia for the fiscal year ending
 20 September 30, 2006, for the operations of the following
 21 boards, commissions and agencies during the fiscal year
 22 2006. The sum appropriated by this section shall be
 23 apportioned as follows:

- 24 (1) National Oceanic Resource Management Authority
 25 (NORMA).

1 \$379,806, or so much thereof as may be necessary,
 2 for the operations of NORMA during the fiscal year 2006.
 3 The sum appropriated herein shall be apportioned as
 4 follows:

5	Personnel	\$	192,506
6	Travel		50,000
7	Contractual Services		98,900
8	OCE		38,400
9	Fixed Assets		-0-

10 (2) Board of Regents (COM-FSM).

11 \$76,014, or so much thereof as may be necessary,
 12 for the operations of the Board of Regents, COM-FSM
 13 during the fiscal year 2006. The sum appropriated
 14 herein shall be apportioned as follows:

15	Personnel	\$	-0-
16	Travel		40,914
17	Contractual Services		10,800
18	OCE	\$	24,300
19	Fixed Assets		-0-

20 (3) Coconut Development Authority (CDA).

21 \$125,600, or so much thereof as may be necessary,
 22 for the operations of the Coconut Development Authority
 23 during the fiscal year 2006. The sum appropriated
 24 herein shall be apportioned as follows:

25	Personnel	\$	68,471
----	-----------------	----	--------

1	Travel	10,469
2	Contractual Services	22,160
3	OCE	9,500
4	Fixed Assets	15,000

(4) FSM Banking Board.

\$132,357, or so much thereof as may be necessary, for the operations of the FSM Banking Board during the fiscal year 2006. The sum appropriated herein shall be apportioned as follows:

10	Personnel	\$ 71,555
11	Travel	20,106
12	Contractual Services	15,700
13	OCE	21,996
14	Fixed Assets	3,000

(5) FSM Postal Services.

\$626,353, or so much thereof as may be necessary, for the operations of the National Postal Services during the fiscal year 2006. The sum appropriated herein shall be apportioned as follows:

20	Personnel	\$ 402,488
21	Travel	40,692
22	Contractual Services	98,273
23	OCE	84,900
24	Fixed Assets	-0-

(6) National Fisheries Corporation (NFC).

1 \$~~[135,000]~~ 210,000 or so much thereof as may be
 2 necessary, for the operations of the National Fisheries
 3 Corporation during the fiscal year 2006. The sum
 4 appropriated herein shall be apportioned as follows:
 5 NFC operations subsidy\$~~[45,000]~~ 80,000
 6 Air freight subsidy~~[90,000]~~ 130,000"

7 Section 6. Section 7 of Public Law No. 14-21 is hereby
 8 amended to read as follows:

9 "Section 7. Special Programs. The sum of \$~~[409,221]~~
 10 677,921, or so much thereof as may be necessary, is
 11 hereby appropriated from the General Fund of the
 12 Federated States of Micronesia for the fiscal year
 13 ending September 30, 2006, for the following special
 14 programs during fiscal year 2006. The sum appropriated
 15 by this section shall be apportioned as follows:

16 (1) FSM Aquaculture Center.

17 \$88,414, or so much thereof as may be necessary,
 18 for the operations of the FSM Aquaculture Center during
 19 fiscal year 2006. The sum appropriated herein shall be
 20 apportioned as follows:

21	Personnel	\$	38,617
22	Travel		11,534
23	Contractual Services		14,874
24	OCE		23,389
25	Fixed Assets		-0-

1 (2) Office of the National Election Director.

2 \$~~[305,807]~~ 574,507, or so much thereof as may be
 3 necessary, for the operations of the National Election
 4 Director's Office during fiscal year 2006 and for
 5 carrying out the national elections in 2007. The sum
 6 appropriated herein shall be apportioned as follows:

7	Personnel	\$	180,081
8	Travel		13,326
9	Contractual Services		27,100
10	OCE		37,800
11	Fixed Assets		47,500
12	<u>2007 National Election</u>		<u>268,700</u>

13 (3) National Authorizing Committee (ACP/EU).

14 \$15,000, or so much thereof as may be necessary,
 15 for the operations of the National Authorizing Committee
 16 (ACP/EU) during fiscal year 2006. All funds
 17 appropriated herein shall be expended for travel."

18 Section 7. Section 8 of Public Law No. 14-21, as amended by
 19 Public Law No. 14-50, is hereby further amended to read as
 20 follows:

21 "Section 8. Grants, Subsidies and Contributions. The
 22 sum of [~~2,805,766~~] 3,902,316, or so much thereof as may
 23 be necessary, is hereby appropriated from the General
 24 Fund of the Federated States of Micronesia for the
 25 fiscal year ending September 30, 2006, for the following

1	grants, subsidies and contributions during fiscal year		
2	2006. The sum appropriated by this section shall be		
3	apportioned as follows:		
4	(1) <u>Department of Foreign Affairs</u>		
5	(a) Pacific Islands Forum Secretariat	\$	40,
6	(b) Secretariat for the Pacific		
7	Community (SPC)	\$	17,000
8	(c) UN and Specialized Agencies (UN)		60,000
9	(c) UN Economic and Social Commission		
10	for Asia and the Pacific (ESCAP)		5,000
11	(e) East-West Center		5,000
12	(f) <u>United Nations Development</u>		
13	<u>Program (UNDP)</u>		<u>118,500</u>
14	(g) <u>FSM Contribution to UN</u>		<u>1,100</u>
15	(2) <u>Department of Finance and Administration</u>		
16	(a) National Authorizing Committee		
17	(ACP/EU)		8,000
18	(3) <u>Department of Economic Affairs</u>		
19	(a) Pacific Islands Development Program		15,000
20	(b) Forum Fisheries Agency (FFA)		21,000
21	(c) UN Development Program		3,000
22	(d) Coordinating Committee for		
23	Offshore Minerals Prospecting (SOPAC)		40,000
24	(e) Pacific Asia Travel Association .		5,000
25	(f) UN Environmental Program (UNEP) .		600

1	(g) Western Forestry	
2	Leadership Coalition	500
3	(h) Seaframe Program	7,500
4	(i) Food Agriculture Organization (FAO)	4,700
5	(j) FA/TCP Matching	28,800
6	(k) National Environmental	
7	Speech Contest	15,000
8	(l) 3 rd Convention (Fisheries Consortium) \$	13,558
9	(4) <u>Department of Health, Education and Social Affairs</u>	
10	(a) UN Fund for Population	
11	Activity (UNFPA)	3,000
12	(b) South Pacific Regional	
13	Environmental Program (SPREP)	7,375
14	(c) Aid to Non-Public Schools	300,000
15	(d) Financial Assistance to FSM	
16	Students attending College of Marshalls and	
17	Palau Community College	50,000
18	(e) World Health Organization (WHO) .	41,385
19	(f) National Board of Nursing	20,000
20	(g) Pacific Islands Health	
21	Officers Association	20,000
22	(h) National Close-Up Local Program .	64,000
23	(i) FSM Amateur Sports Association ..	20,000
24	(j) College of Micronesia Board (COM)	5,0
25	(k) Association of Territorial	

1	Health Organization	2,000
2	(1) FSM Red Cross	64,000
3	(m) UNESCO	4,000
4	(5) <u>Department of Transportation,</u>	
5	<u>Communications and Infrastructure</u>	
6	(a) Asia-Pacific Telecommunity (APT)\$	7,640
7	(b) International Telecommunications	
8	Union (ITU)	55,000
9	(c) International Civil Aviation	
10	Organization	28,050
11	(d) Micronesian Shipping Commission .	10,000
12	(e) FSM Capital Energy/Utilities	300,000
13	(6) <u>Coconut Development Authority (CDA)</u>	
14	(a) Copra Subsidy	75,000
15	(b) Asia Pacific Coconut Community (APCC)	15,500
16	(7) <u>Other Grants, Subsidies and Contributions</u>	
17	(a) Kosrae Judiciary subsidy	37,500
18	(b) Pohnpei Judiciary subsidy	40,500
19	(c) Chuuk Judiciary subsidy	40,500
20	(d) Yap Judiciary subsidy, PROVIDED that, of	
21	this amount, \$15,000 shall be used to provide financial	
22	assistance to Yap students enrolled in law school unless	
23	there are no Yap students so enrolled during the fiscal	
24	year	35,000
25	(e) COM Treaty Obligations	25,000

1	(f) Micronesian Legal Services	
2	Corporation	150,000
3	(g) States Joint Law Enforcement, <u>PROVIDED</u>	
4	<u>THAT, of this amount, \$30,000 shall be used for</u>	
5	<u>the renovation of the Chuuk Department of</u>	
6	<u>Public Safety Prison</u>	<u>\$[150,000] 180,000</u>
7	(h) School Textbook Purchase, PROVIDED THAT funds	
8	appropriated herein shall be deemed to come from funds	
9	available under the amended Compact for Supplemental	
10	Education Grant (SEG)	619,658
11	(i) Tuna Commission Membership	16,000
12	(j) Disaster Assistance Emergency	
13	Fund (DAEF) Matching	200,000
14	(k) State Court Congestion Relief ...	60,000
15	(l) Pohnpei, Election District No. 1	
16	Dolakapw road paving	50,000
17	<u>(m) Postal Service Money Order</u>	
18	<u>Escrow Account</u>	<u>200,000</u>
19	<u>(n) Caroline Island Air</u>	<u>131,950</u>
20	<u>(o) Fuel Task Force</u>	<u>10,000</u>
21	<u>(p) MiCare</u>	<u>300,000</u>
22	<u>(q) Micronesia Longline Fishing Company</u>	
23	<u>(MLFC, PROVIDED THAT funds shall not be allotted</u>	
24	<u>until the President accepts the MLFC</u>	
25	<u>reorganization plan</u>	<u>100,000"</u>

1 Section 8. Section 12 of Public Law No. 14-21 is hereby
2 further amended to read as follows:

3 "Section 12. Allotment and management of funds and
4 lapse date.

5 (1) General Provisions.

6 (a) All funds appropriated by this act shall be
7 allotted, managed, administered and accounted for in
8 accordance with applicable law, including, but not
9 limited to, the Financial Management Act of 1979 and the
10 amended Compact of Free Association between the United
11 States Government and the Government of the Federated
12 States of Micronesia and its related agreements.

13 (b) The allottees shall be responsible for
14 ensuring that these funds, or so much thereof as may be
15 necessary, are used solely for the purpose specified in
16 this act, and that no obligations are incurred in excess
17 of the sum appropriated.

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

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

22 (b) Section 3 - the allottee of these funds shall
23 be the Speaker of the Congress of the Federated States
24 of Micronesia;

25 (c) Section 4 - the allottee of these funds shall

1 be the Chief Justice of the Supreme Court of the
2 Federated States of Micronesia;

3 (d) Section 5 - the allottee of these funds shall
4 be the Public Auditor of the Federated States of
5 Micronesia;

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

10 (i) section 8 subsection (7) (a) through (c)
11 - the allottee of these funds shall be the Chief Justice
12 of the respective state;

13 (ii) section 8 subsection (7) (d) - the
14 allottee of these funds shall be the Chief Justice of
15 the State of Yap, EXCEPT the Public Defender of the
16 Federated States of Micronesia shall be the allottee for
17 the \$15,000 appropriated for scholarships for Yap
18 students enrolled in law school;

19 (iii) section 8 subsection (7) (e) - the
20 allottee of these funds shall be the Chief Justice of
21 the Supreme Court of the Federated States of Micronesia;
22 and

23 (iv) section 9(1) (a) through (g) - the
24 allottee of these funds shall be the President of the
25 College of Micronesia-FSM.

1 (3) Lapse Date. The authority of the allottee to
2 obligate funds appropriated by this act shall lapse as
3 of September 30, 2006, EXCEPT the funds appropriated
4 under section 9 of this act shall not lapse, EXCEPT the
5 funds appropriated under subsections 9(1)(b), 9(1)(c),
6 9(1)(f) and 9(10)(a) shall lapse as of March 31, 2007,
7 and the funds appropriated for the 2007 national
8 elections under section 7(2) which shall lapse as of
9 September 30, 2007.

10 Section 9. This act shall become law upon approval by the
11 President of the Federated States of Micronesia or upon its
12 becoming law without such approval.

13
14 Date: 7/11/06

Introduced by: /s/ Simiram Sipenuk
Simiram Sipenuk
(by request)

- 1
- 2
- 3
- 4
- 5
- 6
- 7