A BILL FOR AN ACT

To amend Public Law No. 10-119, by amending sections 13 and 16, to reprogram the sum of \$500,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 1999, for the lease of an airplane for the use of the Federated States of Micronesia, and for other purposes.

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

1	Section 1. Section 13 of Public Law No. 10-119 is hereby
2	amended to read as follows:
3	"Section 13. <u>Development budget - Appropriation</u> . The
4	sum of \$3,737,000, or so much thereof as may be
5	necessary, is hereby appropriated from the General Fund
6	of the Federated States of Micronesia for the fiscal
7	year ending September 30, 1999, for capital improvement
8	and development programs and projects of the National
9	Government of the Federated States of Micronesia during
10	fiscal year 1999. Of the funds appropriated under this
11	section, \$1,487,000 (for lines (1), (2), (3) and (5))
12	shall be deemed to come from the capital account of the
13	Compact of Free Association. The sum appropriated by
14	this section shall be apportioned as follows:
15	(1) National staff upgrading program (Division
16	of Personnel Administration, for training programs of
17	one year or less)
18	(a) General staff \$ 80,000
19	(b) Public auditor's office 20,000
20	(2) National Visitors Council (Department
21	of Economic Affairs)
22	(3) Regional livestock project (Department
23	of Economic Affairs)
24	(4) FSM 2000 population and housing census
25	(Department of Economic Affairs) 100,000

1	(5) Business Development Loan Fund(FSMDB)\$ 1,000,000
2	(6) FSM Trust Fund[2,000,000]1,500,000
3	(7) Coconut processing project, Chuuk, for the
4	purchase of plant machinery and materials for soap
5	production only; no salaries, travel, or vehicle
6	purchaseor rental
7	(8) Airplane lease for the use
8	of the Federated States of Micronesia 500,000"
9	Section 2. Section 16 of Public Law No. 10-119 is hereby
10	amended to read as follows:
11	"Section 16. Allotment and management of funds and
12	lapse date.
13	(1) All funds appropriated by this act shall be
14	allotted, managed, administered, and accounted for in
15	accordance with applicable law, including, but not
16	limited to, the Financial Management Act of 1979;
17	PROVIDED, however, that the funds appropriated to Chuuk
18	State under subsection (3) of section 10 of this act
19	shall be retained in the General Fund of the Federated
20	States of Micronesia until a scholarship recipient is
21	identified to the President or the President's
22	designee, at which time scholarship funds in the amount
23	of the scholarship award shall be disbursed directly to
24	the educational institution in the form of a two-party
25	check payable to both the scholarship recipient and the

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educational institution he or she is attending; and PROVIDED FURTHER, that the allottee of the funds appropriated under section 6(1), (2), and (3) of this act shall be, respectively, the President of the Federated States of Micronesia, the Speaker of the Congress of the Federated States of Micronesia, and the Chief Justice of the Supreme Court of the Federated States of Micronesia; and PROVIDED FURTHER, that the allottee of the funds appropriated under section 7 of this act shall be the Secretary of the Department of Transportation, Communication and Infrastructure; and PROVIDED FURTHER, that the allottees [for] of 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, 1998, to September 30, 1999, 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 of the funds appropriated under subsection (2)(hh)(ii)a), (iii) and (iv) of section 11 of this act shall be the [Rural

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Development Community Development Managers of <u>Rural</u>
<u>Development of</u> the respective States. Funds
appropriated under subsection (2)(hh)(ii)a), (iii) and
(iv) of section 11 of this act shall not be disbursed
to a State's [Rural Development] Community Development
Manager if he fails to submit to the Speaker of
Congress and to the President detailed, quarterly
financial statements regarding his office's operations,
or if he fails to comply with the Financial Management
Act of 1979; and PROVIDED FURTHER, that the allottee of
the funds appropriated under subsection (2)(hh)(ii)b)
of section 11 of this act shall be the Executive
Director of the Chuuk Housing Authority; and PROVIDED
FURTHER, that the allottees [for] of 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 (1) of section 13
shall be the Personnel Officer of the Division of
Personnel Administration; and PROVIDED FURTHER, that
the allottee of the funds appropriated under subsection
(8) of section 13 of this act shall be the President of
the Federated States of Micronesia, and that no funds
appropriated under subsection (8) of section 13 of this
act shall be obligated or disbursed from the General

1	Fund of the Federated States of Micronesia unless and
2	until both the President of the Federated States of
3	Micronesia and the Transportation & Communications
4	Committee of the Congress of the Federated States of
5	Micronesia agree that it is in the best interests of
6	the Federated States of Micronesia to do so. Each
7	allottee shall be responsible for ensuring that these
8	funds, or so much thereof as may be necessary, are used
9	solely for the purpose specified in this act, and that
10	no obligations are incurred in excess of the sum
11	appropriated.
12	(2) Allotments shall not exceed the
13	following percentages of the funds appropriated
14	under sections $5(3)$, $[\frac{5(6)}{7}]$, $9(1)$, and $13(5)$
15	of this act:
16	(a) thirty percent of the
17	appropriation before January 1, 1999;
18	(b) fifty percent of the appropriation
19	before April 1, 1999;
20	(c) eighty percent of the
21	appropriation before July 1, 1999.
22	(3) The authority of the allottees to obligate
23	funds appropriated by this act shall lapse as of
24	September 30, 1999; PROVIDED, however, that the
25	authority of the allottees to obligate funds

1	appropriated by sections $\left[\frac{3(3)}{7}\right]\frac{3(4)}{5}$, 7, 9, 10, and 13
2	shall not lapse; and PROVIDED FURTHER, that the
3	authority of the allottee to obligate funds
4	appropriated by section 13(4) shall lapse as of
5	September 30, 2000."
6	Section 3. This act shall become law upon approval by the
7	President of the Federated States of Micronesia or upon its
8	becoming law without such approval.
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10	Date: 11/27/98 Introduced by: /s/Peter M. Christian Peter M. Christian
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