



*The President*  
*Palikir, Pohnpei*  
*Federated States of Micronesia*

**PRESIDENTIAL COMM. NO. 15-82**  
**FSM CONGRESS**

October 3, 2007

The Honorable Isaac V. Figir  
Speaker  
15<sup>th</sup> FSM Congress  
Palikir, Pohnpei, FM 96941

RE: C.A. No. 15-19

Dear Speaker Figir:



I write to inform you that I have signed the following Congressional Act into law as Public Law No. 15-11:

**Congressional Act No. 15-19, "AN ACT TO APPROPRIATE \$37,768,099 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2008, TO PROVIDE FUNDING FOR THE OPERATIONS OF ALL BRANCHES OF THE NATIONAL GOVERNMENT OF THE FEDERATED STATES OF MICRONESIA, ITS AGENCIES, VARIOUS PROGRAMS, GRANTS, SUBSIDIES AND CONTRIBUTIONS, AND FOR OTHER PURPOSES."**

However, I must express my disappointment with certain aspects of the Act. First, the amount of money appropriated to fund the operations of the FSM patrol boats is \$700,000 less than what was requested. Our patrol boats provide a necessary function for this Nation and could, if their operations were properly funded, become a much more significant revenue-generating operation. I therefore ask that the Congress reconsider this request in future appropriations acts.

Next, it is concerning that the Congress increased its own employment ceiling by five positions while reducing the Executive's ceiling by the same number.

In Standing Committee Report No. 15-34, the point is made that the Executive made "little or no attempt" to integrate the objectives set forth in the Strategic Development Plan. This is a serious critique. While I agree there was not sufficient integration, the FY 2008 budget was formulated by the previous administration. I did not think it judicious to completely overhaul that budget. Rather, I considered it best to confine my revisions, as much as was possible, to the parts of the budget that needed to be amended in order to achieve my plan of reorganization.



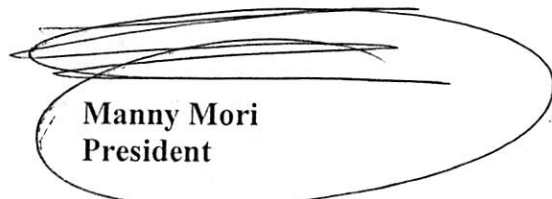
**PRESIDENTIAL COMM. NO. 15-82**  
**FSM CONGRESS**

The Honorable Isaac V. Figir  
October 3, 2007  
Page 2

At the risk of over-reaching, I must point out that there is much room for improvement within your budget office. I base this comment upon statements made in Committee Reports and on personal observation. This is an issue that we should discuss in greater detail as we begin discussing the FY 2009 budget.

Having said all of that, I wish to express my recognition of the effort required on the part of Congress and its staff in meeting the September 30, 2007, statutory deadline. Additionally, I wish to thank the Congress in particular for its favorable action with regard to the Compact Review Committee and the Micronesia Petroleum Corporation. I am optimistic that we will see greater productivity and efficiency during this fiscal year.

Sincerely,



Manny Mori  
President

Xc: Chief Justice, FSM Supreme Court  
Secretary, Department of Justice  
Secretary, Department of Finance and Administration  
**Legislative Counsel, CFSM**  
Library, CFSM  
PIO, FSM



Office of the Chief Clerk

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

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**PRESIDENTIAL COMM. NO. 157**  
**FSM CONGRESS**

September 28, 2007



His Excellency Manny Mori  
President  
Federated States of Micronesia  
Palikir, Pohnpei FM 96941

Dear Mr. President:

I have the honor to transmit herewith Congressional Act No. 15-19, "AN ACT TO APPROPRIATE \$37,768,099 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2008, TO PROVIDE FUNDING FOR THE OPERATIONS OF ALL BRANCHES OF THE NATIONAL GOVERNMENT OF THE FEDERATED STATES OF MICRONESIA, ITS AGENCIES, VARIOUS PROGRAMS, GRANTS, SUBSIDIES AND CONTRIBUTIONS, AND FOR OTHER PURPOSES.", which was passed by the Fifteenth Congress of the Federated States of Micronesia, Second Regular Session, 2007, by a two-thirds vote of all the State delegations as required and as duly certified.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Liwiana K. Ramon".

Liwiana K. Ramon  
Chief Clerk, Congress of the  
Federated States of Micronesia

Enclosures





FIFTEENTH CONGRESS OF THE  
FEDERATED STATES OF MICRONESIA  
SECOND REGULAR SESSION  
SEPTEMBER 12 - 27, 2007

**PRESIDENTIAL COMM. NO. 15-82**

FSM CONGRESS

**Public Law No. 15 11**

## An Act

TO APPROPRIATE \$37,768,099 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2008, TO PROVIDE FUNDING FOR THE OPERATIONS OF ALL BRANCHES OF THE NATIONAL GOVERNMENT OF THE FEDERATED STATES OF MICRONESIA, ITS AGENCIES, VARIOUS PROGRAMS, GRANTS, SUBSIDIES AND CONTRIBUTIONS, AND FOR OTHER PURPOSES.

INTRODUCED BY: SENATOR JOE N. SUKA (BY REQUEST)

DATE: SEPTEMBER 3, 2007

REFERRED TO: WAYS AND MEANS COMMITTEE  
S.C.R. NO. 15-39 - SEPTEMBER 24, 2007

FIRST READING: SEPTEMBER 24, 2007

SECOND READING: SEPTEMBER 25, 2007

Liwiana K. Ramon  
Chief Clerk, FSM Congress





Office of the Speaker

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

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**PRESIDENTIAL COMM. NO. 15-82**  
**FROM CONGRESS**


ACT NO. 15-19

(CONGRESSIONAL BILL NO. 15-53, C.D.1, C.D.2)

We hereby certify that on September 25 the foregoing act passed Second and Final Reading of the Fifteenth Congress of the Federated States of Micronesia, Second Regular Session, 2007, by a two-thirds vote of all the State delegations as required under article IX, section 20, of the Constitution of the Federated States of Micronesia.

*for*

  
Isaac V. Figir  
Speaker  
Congress of the  
Federated States of Micronesia

  
Liwiana K. Ramon  
Chief Clerk  
Congress of the  
Federated States of Micronesia

FIFTEENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

SECOND SPECIAL SESSION, 2007

CONGRESSIONAL BILL 15-53, C.D.1, C.D.2

**Public Law No. 15 11**

AN ACT

To appropriate \$37,768,099 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2008, to provide funding for the operations of all branches of the National Government of the Federated States of Micronesia, its 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. Shall read as follows: The sum of \$37,768,099 or  
2 so much thereof as may be necessary is hereby appropriated from  
3 the General Fund of the Federated States of Micronesia for the  
4 fiscal year ending September 30, 2008, for the purpose of funding  
5 the operations of all branches of the National Government of the  
6 Federated States of Micronesia, its agencies, various programs,  
7 grants, subsidies and contributions; and for other purposes. The  
8 sum appropriated herein shall be apportioned as follows:

9       Section 2. Operating expenses of the Executive Branch. The  
10 sum of \$16,757,529 or so much thereof as may be necessary, is  
11 hereby appropriated from the General Fund of the Federated States  
12 of Micronesia for the fiscal year ending September 30, 2008, for  
13 the purpose of funding the operations of the Executive Branch of  
14 the National Government during the fiscal year 2008. The sum  
15 appropriated by this section shall be apportioned as follows:

16               (1) Office of the President.

17               \$550,621 or so much thereof as may be  
18               necessary for the operations of the Office of

1	OCE .....	\$	91,983
2	Fixed Assets .....		7,700

(5) Department of Transportation,  
Communication and Infrastructure.

\$1,499,024 or so much thereof as may be  
 necessary, for the operations of the  
 Department of Transportation, Communication  
 and Infrastructure during the fiscal year  
 2008. The sum appropriated herein shall be  
 apportioned as follows:

11	Personnel .....	\$	462,511
12	Travel .....		93,465
13	Contractual Services .....		865,048
14	OCE .....		74,000
15	Fixed Assets .....		4,000

(6) Department of Health and Social Affairs.

\$996,048 or so much thereof as may be  
 necessary, for the operations of the  
 Department of Health and Social Affairs during  
 the fiscal year 2008. Of the total funds  
 appropriated herein, \$823,971 shall be deemed  
 to come from funds available under the amended  
 Compact from the health sector, PROVIDED THAT,  
 these funds shall not be allotted or obligated  
 until such time as formal approval has been

obtained in accordance with the Amended  
Compact of Free Association. The sum  
appropriated herein shall be apportioned as  
follows:

Personnel.....	\$	441,570
Travel.....		121,749
Contractual Services.....		297,385
OCE.....		133,344
Fixed Assets.....		2,000

(7) Department of Education.

\$1,908,363 or so much thereof as may be  
necessary, for the operations of the  
Department of Education during the fiscal year  
2008. Of the total funds appropriated herein,  
\$591,335 shall be deemed to come from the  
funds available under the amended Compact from  
the education sector, and \$1,288,688  
supplemental education grant (SEG) for fiscal  
year 2007, PROVIDED THAT, these funds shall  
not be allotted or obligated until such time  
as formal approval has been obtained in  
accordance with the Amended Compact of Free  
Association. The sum appropriated herein shall  
be apportioned as follows:

Personnel.....	\$	299,591
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1	Travel.....	\$	36,638
2	Contractual Services.....		200,000
3	OCE.....		1,372,134
4	Fixed Assets.....		0

(8) Department of Justice.

6 \$3,027,901 or so much thereof as may be  
 7 necessary, for the operations of the  
 8 Department of Justice during the fiscal year  
 9 2008. Of the \$868,959 appropriated for OCE  
 10 herein, \$500,000 shall be obligated for fuel  
 11 cost of the FSM patrol boats, PROVIDED THAT  
 12 such fund shall be used exclusively for patrol  
 13 or surveillance operation. The sum  
 14 appropriated herein shall be apportioned as  
 15 follows:

16	Personnel.....	\$	1,910,006
17	Travel.....		91,039
18	Contractual Services.....		157,897
19	OCE\$.....		868,959
20	Fixed Assets.....		-0-

(9) Office of the Public Defender.

22 \$708,932 or so much thereof as may be  
 23 necessary, for the operations of the Office of  
 24 the Public Defender during the fiscal year  
 25 2008. The sum appropriated herein shall be

1           apportioned as follows:

2	Personnel .....	\$	499,599
3	Travel .....		69,503
4	Contractual Services .....		38,150
5	OCE .....		84,680
6	Fixed Assets .....		17,000

7           (10) Office of Statistics, Budget, Overseas  
 8           Development Assistance and Compact Management.

9           \$1,108,351 or so much thereof as may be  
 10          necessary, for the operations of the Office of  
 11          Statistics, Budget, Overseas Development  
 12          Assistance and Compact Management during the  
 13          fiscal year 2008. Of the total funds  
 14          appropriated herein, \$46,798 shall be deemed  
 15          to come from the funds available under the  
 16          amended compact for capacity building,  
 17          PROVIDED THAT, these funds shall not be  
 18          allotted or obligated until such time as  
 19          formal approval has been obtained in  
 20          accordance with the Amended Compact of Free  
 21          Association. The sum appropriated herein shall  
 22          be apportioned as follows:

23	Personnel .....	\$	604,011
24	Travel .....		114,781
25	Contractual Services .....		252,000



1	OCE .....	\$	124,059
2	Fixed Assets .....		13,500
3	(11) <u>Office of Environment and Emergency Management.</u>		
4	\$91,022 or so much thereof as may be		
5	necessary, for the operations of the Office of		
6	Environment and Emergency Management during		
7	the fiscal year 2008. The sum appropriated		
8	herein shall be apportioned as follows:		
9	Personnel .....	\$	67,521
10	Travel .....		15,828
11	Contractual Services .....		-0-
12	OCE .....		7,673
13	Fixed Assets .....		-0-
14	(12) <u>Office of National Archives, Culture</u>		
15	<u>and Historic Preservation.</u>		
16	\$112,796 or so much thereof as may be		
17	necessary, for the operations of the Office of		
18	National Archives, Culture and Historic		
19	Preservation during the fiscal year 2008. The		
20	sum appropriated herein shall be apportioned		
21	as follows:		
22	Personnel .....	\$	84,796
23	Travel .....		10,000
24	Contractual Services .....		-0-
25	OCE .....		10,000

1 Fixed Assets ..... \$ 8,000

2 Section 3. Operating Expenses of the Legislative

3 Branch. The sum of \$3,060,151 or so much thereof as may

4 be necessary, is hereby appropriated from the General

5 Fund of the Federated States of Micronesia for the

6 fiscal year ending September 30, 2008, for the

7 operations of the Legislative Branch of the National

8 Government during fiscal year 2008. The sum appropriated

9 by this section shall be apportioned as follows:

10	Personnel.....	\$	1,185,424
11	Travel.....		549,627
12	Contractual Services.....		631,100
13	OCE.....		667,000
14	Fixed Assets .....		27,000

15 (1) Speaker and Members.

16 \$1,412,771 or so much thereof as may be

17 necessary, for the operations of the Office of

18 the Speaker and Members of the Congress of the

19 Federated States of Micronesia during fiscal

20 year 2008. The sum appropriated herein shall

21 be apportioned as follows:

22	Personnel.....	\$	415,290
23	Travel .....		439,881
24	Contractual Services.....		507,600
25	OCE.....		50,000



(2) Staff Offices.

\$1,157,380 or so much thereof as may be necessary, for the operations of the Congress staff offices during fiscal year 2008. The sum appropriated herein shall be apportioned as follows:

Personnel.....	\$	770,134
Travel .....		109,746
Contractual Services.....		123,500
OCE.....		127,000
Fixed Assets.....		27,000

(3) Congress Delegation Offices.

\$490,000, or so much thereof as may be necessary, for the operations of the Congress delegation offices during fiscal year 2008. The sum appropriated herein shall be apportioned as follows:

(i) Kosrae Delegation Office.....	\$	70,000
(ii) Pohnpei Delegation Office.....		140,000
(iii) Chuuk Delegation Office.....		210,000
(iv) Yap Delegation Office.....		70,000

Section 4. Operating Expenses of the National

Judiciary Branch. The sum of \$1,073,741 or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia

1 for the fiscal year ending September 30, 2008, for the  
 2 operations of the Judiciary Branch of the National  
 3 Government during the fiscal year 2008. The sum  
 4 appropriated by this section shall be apportioned as  
 5 follows:

6	Personnel .....	\$ 707,360
7	Travel .....	120,000
8	Contractual Services .....	109,900
9	OCE .....	109,481
10	Fixed Assets .....	27,000

11 Section 5. Operating Expenses of the National  
 12 Public Auditor. The sum of \$976,083, or so much thereof  
 13 as may be necessary, is hereby appropriated from the  
 14 General Fund of the Federated States of Micronesia for  
 15 the fiscal year ending September 30, 2008, for the  
 16 operations of the National Office of the Public Auditor  
 17 during the fiscal year 2008. Of the total amount of  
 18 funds appropriated herein, \$174,357 shall be deemed to  
 19 come from funds available under the amended Compact for  
 20 Capacity Building, PROVIDED THAT, these funds shall not  
 21 be allocated or obligated until such time as formal  
 22 approval has been obtained in accordance with the  
 23 Amended Compact of Free Association. The sum  
 24 appropriated by this section shall be apportioned as  
 25 follows:



1	Personnel .....	\$	575,156
2	Travel .....		182,027
3	Contractual Services .....		120,400
4	OCE .....		91,000
5	Fixed Assets .....		7,500

6       Section 6. Operating Expenses of Agencies of the  
7 National Government. The sum of \$1,528,587 or so much  
8 thereof as may be necessary, is hereby appropriated from  
9 the General Fund of the Federated States of Micronesia  
10 for the fiscal year ending September 30, 2008, for the  
11 operations of the following boards, commissions and  
12 agencies during the fiscal year 2008. The sum  
13 appropriated by this section shall be apportioned as  
14 follows:

15           (1) National Oceanic Resource Management  
16 Authority (NORMA).  
17 \$360,607, or so much thereof as may be  
18 necessary, for the operations of NORMA for the  
19 fiscal year 2008. The sum appropriated herein  
20 shall be apportioned as follows:

21	Personnel .....	\$	193,207
22	Travel .....		60,000
23	Contractual Service .....		66,900
24	OCE .....		40,500
25	Fixed Assets .....		-0-

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

\$58,000, or so much thereof as may be  
 necessary, for the operations of the Board of  
 Regents, COM-FSM during the fiscal year 2008.

The sum appropriated herein shall be  
 apportioned as follows:

Personnel .....	\$	-0-
Travel .....		41,000
Contractual Services .....		10,000
OCE .....		7,000
Fixed Assets .....		-0-

(3) Coconut Development Authority (CDA).

\$95,042, or so much thereof as may be  
 necessary, for the operations of the Coconut  
 Development Authority during the fiscal year  
 2008. The sum appropriated herein shall be  
 apportioned as follows:

Personnel .....	\$	70,043
Travel .....		7,422
Contractual Services .....		6,000
OCE .....		10,000
Fixed Assets .....		1,577

(4) FSM Banking Board.

\$219,922, or so much thereof as may be  
 necessary, for the operations of the FSM



Banking Board for the fiscal year 2008. The sum appropriated herein shall be apportioned as follows:

Personnel.....	\$	99,313
Travel.....		22,513
Contractual Services.....		68,100
OCE.....		17,996
Fixed Assets.....		12,000

(5) FSM Postal Services.

\$660,016 or so much thereof as may be necessary, for the operations of the National Postal Services during the fiscal year 2008. The sum appropriated herein shall be apportioned as follows:

Personnel.....	\$	409,041
Travel.....		36,623
Contractual Services.....		128,952
OCE.....		85,400
Fixed Assets.....		-0-

(6) National Fisheries Corporation (NFC).

\$135,000, or so much thereof as may be necessary, for the operations of the National Fisheries Corporation during the fiscal year 2008. The sum appropriated herein shall be apportioned as follows:

1	NFC operations subsidy.....	\$	135,000
2	Air freight subsidy.....		-0-

3       Section 7. Special Programs. The sum of \$406,775  
 4 or so much thereof as may be necessary, is hereby  
 5 appropriated from the General Fund of the Federated  
 6 States of Micronesia for the fiscal year ending  
 7 September 30, 2008, for the following special programs  
 8 during fiscal year 2008. The sum appropriated by this  
 9 section shall be apportioned as follows: .

10               (1) FSM Aquaculture Center.

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

16               (2) National Election Commissioner.

17	Personnel.....	\$	179,850
18	Travel.....		11,993
19	Contractual Services.....		28,000
20	OCE.....		66,650
21	Fixed Assets.....		31,000

22               (3) National Authorizing Committee.

23       \$10,000, or as much thereof as may be  
 24 necessary, for the operations of the National  
 25 Authorizing Committee (ACP/EU) during fiscal

year 2008. All funds appropriated herein  
shall be expended for travel.

Section 8. Grants, Subsidies and Contributions. The sum  
Of \$5,115,095 or so much thereof as may be necessary, is hereby  
appropriated from the General Fund of the Federated States of  
Micronesia for the fiscal year ending September 30, 2008, for  
the following grants, subsidies and contributions during fiscal  
year 2008. Of the total amount of funds appropriated herein,  
\$1,900,000 shall be deemed to come from funds available under  
the amended Compact for Capacity Building, PROVIDED THAT these  
funds shall not be allocated or obligated until such time as  
formal approval has been obtained with the Amended Compact of  
Free Association. The sum appropriated by this section shall be  
apportioned as follows:

(1) Office of the President.

(a) Asia-Pacific Broadcasting Dev.

(AIBD) ..... \$ 4,500

(b) Asia-Pacific Broadcasting Union

(ABU) ..... 800

(c) Pacific Island News Assn.

(PINA) ..... 350

(2) Department of Foreign Affairs.

(a) Pacific Islands Forum Secretariat 46,000

(b) Secretariat of the Pacific

Community (SPC) ..... 56,000



1	(c) UN Membership fees (UN)..... \$	60,000
2	(d) UN Economic and Social Commission	
3	for Asia and the Pacific (ESCAP).....	5,000
4	(e) East-West Center.....	5,000
5	(3) <u>Department of Finance and Administration.</u>	
6	(a) National Authorizing Comm.	
7	Membership Fee (Cotonou).....	10,000
8	(b) CTAOCO Membership Fee.....	4,000
9	(c) Maintenance fee for Financial	
10	Management Information System.....	60,000
11	(4) <u>Department of Resources and Development.</u>	
12	(a) Pacific Islands Development Program	15,000
13	(b) Forum Fisheries Agency (FFA)....	21,000
14	(c) UN Development Program.....	3,000
15	(d) Coordinating Committee for Offshore	
16	Minerals Prospecting (SOPAC).....	15,000
17	(e) Pacific Asia Travel Association.	5,000
18	(f) UN Environmental Program (UNEP).	600
19	(g) Western Forestry Leadership	
20	Coalition.....	500
21	(h) Food Agriculture Organization (FAO)	4,700
22	(i) UN Framework Convention.....	250
23	(j) National Association of State	
24	Foresters.....	500
25	(k) National Environmental	

1	Speech Contest..... \$	15,000
2	(l) FAO/TCP Matching.....	34,508
3	(m) Matching for SPC Projects.....	60,000
4	(n) Quarantine Services Improvement	
5	Project .....	50,000
6	(o) 2nd National Environmental	
7	Conference .....	13,558
8	(p) 18th SPREP Annual Meeting.....	70,000
9	(5) <u>Department of Health and Social Affairs.</u>	
10	(a) UN Fund for Population	
11	Activity (UNFPA).....	3,000
12	(b) Secretariat of the Pacific	
13	Regional Environmental Program (SPREP)....	7,375
14	(c) World Health Organization (WHO).	4,000
15	(d) National Board of Nursing.....	10,000
16	(e) Pacific Islands Health	
17	Officers Association.....	20,000
18	(f) FSM Amateur Sports Association..	20,000
19	(g) Association of Territorial	
20	Health Organization.....	2,000
21	(h) FSM Red Cross.....	70,000
22	(i) UNESCO.....	4,000
23	(j) NCSHPO.....	2,760
24	(k) PARBICA.....	100
25	(l) PIALA.....	100

1	(m) WHC Membership Fee..... \$	54
2	(6) <u>Department of Education.</u>	
3	(a) Aid to Non-Public Schools.....	450,000
4	(b) Financial Assistance to FSM	
5	Students attending College of Marshalls	
6	and Palau Community College.....	50,000
7	(c) National Close-Up local.....	64,000
8	(d) College of Micronesia Board (COM)	
9	Annual Meeting.....	5,000
10	(7) <u>Department of Transportation,</u>	
11	<u>Communications and Infrastructure.</u>	
12	(a) Asia-Pacific Telecommunity (APT)	7,640
13	(b) International Telecommunications	
14	Union (ITU).....	55,000
15	(c) International Civil Aviation	
16	Organization.....	28,050
17	(d) FSM Capital Energy/Utilities....	400,000
18	(e) Micronesian Shipping Commission (MSC)	10,000
19	(8) <u>Coconut Development Authority (CDA).</u>	
20	(a) Copra Subsidy.....	50,000
21	(b) Asia Pacific Coconut	
22	Community (APCC).....	15,500
23	(9) <u>Other Grants, Subsidies and Contributions.</u>	
24	(a) Kosrae Judiciary subsidy.....	30,000
25	(b) Pohnpei Judiciary subsidy.....	45,000



1	(c) Chuuk Judiciary subsidy..... \$	45,000
2	(d) Yap Judiciary subsidy.....	30,000
3	(e) COM Treaty Obligations.....	25,000
4	(f) Micronesian Legal Services	
5	Corporation.....	150,000
6	(g) States Joint Law Enforcement,	
7	PROVIDED THAT \$25,000 shall go to Kosrae	
8	State, \$50,000 shall go to Pohnpei State,	
9	\$50,000 shall go to Chuuk State and \$25,000	
10	shall go to Yap State .....	150,000
11	(h) Tuna Commission Membership.....	16,000
12	(i) Disaster Assistance Emergency	
13	Fund (DAEF) Matching.....	200,000
14	(j) Micare.....	60,000
15	(k) MLFC Loan Payment.....	196,000
16	(l) FY 08 Single Audit.....	329,250
17	(m) Micronesia Petroleum Corporation	50,000
18	(n) Compact Review Committee.....	50,000
19	(o) Acquiring financial management	
20	expertise for the Department of Administrative	
21	Services in Chuuk.....	1,500,000
22	(p) Chuuk Financial Control Commission	400,000
23	Section 9. <u>Capital and Human Resources Development.</u> The sum	
24	of \$8,850,138 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, 2008, for the  
 2 following capital improvements, development programs, and projects  
 3 and human resources development. The sum appropriated by this  
 4 section shall be apportioned as follows:

5 (1) College of Micronesia-FSM.

6 \$7,070,852, or so much thereof as may be necessary, for  
 7 the operations, programs and projects of the College  
 8 during fiscal year 2008. The sum appropriated herein  
 9 shall be apportioned as follows:

10 (a) COM-FSM operations, PROVIDED THAT all funds  
 11 appropriated herein shall be deemed to come from funds  
 12 available under the amended Compact for the Education  
 13 Sector .....\$ 3,800,000

14 (b) Fisheries and Maritime  
 15 Institute ..... 650,000

16 (c) COM-FSM State Campus Facility  
 17 Improvement, PROVIDED THAT the sum  
 18 appropriated herein shall be deemed to come  
 19 from funds available under the amended Compact  
 20 for Infrastructure Development Sector and,  
 21 PROVIDED THAT, these funds shall not be  
 22 allotted or obligated until such time as  
 23 formal approval has been obtained in  
 24 accordance with the Amended Compact of Free  
 25 Association .....\$ 2,350,852

1	(d) COM-FSM Student Assist./Work	
2	Study Program .....	\$ 270,000
3	(2) <u>Department of Finance and Administration.</u>	
4	(a) National Staff Upgrading.....	50,000
5	(3) <u>Department of Resources and Development.</u>	
6	(a) FSM Tourism Promotion.....	-0-
7	(b) Diversification of Energy .....	-0-
8	(c) Crop Production Improvement.....	-0-
9	(d) FSM Promotion of Micronesian-	
10	Owned Businesses .....	-0-
11	(e) Capacity Building for Trade Policy	
12	Formulation, Negotiation, & Implementation.	-0-
13	(f) Privatization of Public Enters.	
14	& Corp. Governance Reform.....	-0-
15	(g) Economic Policy & Statistics	
16	Capacity Building.....	-0-
17	(h) Development of Fisheries Stats..	-0-
18	(i) FSM Strategic Dev. Plan Update &	
19	Promotion .....	-0-
20	(4) <u>Department of Transportation,</u>	
21	<u>Communication and Infrastructure.</u>	
22	(a) FSM Multi-Purpose Bldg.....	-0-
23	(b) Hauk Airport Extension.....	500,000
24	(c) Capitol Rd and Drainage Improve.	-0-
25	(d) Official Residences, Palikir....	-0-



1 (e) Auditor's Office Extension.... \$ -0-

2 (5) Infrastructure Maintenance Fund (IMF).

3 (a) IMF ..... 229,286

4 PROVIDED THAT \$114,643 of the funds  
 5 appropriated herein shall be deemed to come  
 6 from funds available under the amended Compact  
 7 for Infrastructure Development Sector and,  
 8 PROVIDED THAT, these funds shall not be  
 9 allotted or obligated until such time as  
 10 formal approval has been obtained in  
 11 accordance with the Amended Compact of Free  
 12 Association.

13 (6) President's Office.

14 (a) FSM Trust Fund ..... 1,000,000

15 (b) Extn of Presidents Conf. room .. -0-

16 (c) Contingency Fund ..... -0-

17 Section 10. Employment Ceilings. The maximum number of  
 18 positions for each branch and agency of the National  
 19 Government of the Federated States of Micronesia for fiscal  
 20 year 2008 shall be as follows:

21 (1) Executive Branch 457

22 (2) Legislative Branch 60

23 (3) Judiciary Branch 31

24 (4) Public Auditor 25

25 (5) Agencies

1	(a) National Oceanic Resource	
2	Management Authority	11
3	(b) Coconut Development Authority	4
4	(c) FSM Postal Services	38
5	(d) FSM Banking Board	4
6	(6) Special Programs	
7	(a) FSM Aquaculture Center	4
8	(b) Office of the National	
9	Election Director	11
10	Section 11. <u>Reprogramming</u> . Reprogramming of funds into or	
11	from the personnel budget line items shall not be permitted. The	
12	President may reprogram up to 10% to or from, whichever is less,	
13	from the funds appropriated to each department and office in	
14	section 2 (Operating expenses of the Executive Branch).	
15	Reprogramming of funds within a department, office or agency shall	
16	be effected by the head of such department, office or agency by	
17	specifying in writing to the Secretary of Finance and	
18	Administration, FSM National Government, the accounts for which	
19	funding is either increased or decreased. The President shall	
20	report to Congress within one month of the last day of each	
21	financial quarter all amounts reprogrammed inter or intra a	
22	department, office or agency.	
23	Section 12. Allotment and management of funds and lapse	
24	date.	
25	(1) <u>General Provisions</u> .	

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

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

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

15 (a) Section 2 - the allottee of these funds  
16 shall be the President of the Federated States of  
17 Micronesia;

18 (b) Section 3 - the allottee of these funds  
19 shall be the Speaker of the Congress of the Federated  
20 States of Micronesia;

21 (c) Section 4 - the allottee of these funds  
22 shall be the Chief Justice of the Supreme Court of the  
23 Federated States of Micronesia;

24 (d) Section 5 - the allottee of these funds  
25 shall be the Public Auditor of the Federated States of



1 Micronesia;

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

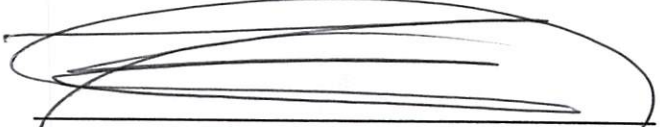
6 (i) section 8 subsection (9)(a) through (d)  
7 - the allottee of these funds shall be the Chief Justice  
8 of the respective state,

9 (ii) section 9(1)(a) through (d) - the  
10 allottee of these funds shall be the President of the  
11 College of Micronesia-FSM.

12 (3) Lapse Date. The authority of the allottee to  
13 obligate funds appropriated by this act shall lapse as  
14 of September 30, 2008, EXCEPT the funds appropriated  
15 under section 9 of this act shall not lapse.  
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1 Section 13. This act shall become law upon approval by the  
2 President of the Federated States of Micronesia or upon its  
3 becoming law without such approval.

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8 October 13, 2007

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14 Manny Mori  
15 President  
16 Federated States of Micronesia  
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