



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

September 29, 2014

PRESIDENTIAL COMM. NO. 18-373  
FSM CONGRESS

The Honorable Dohsis Halbert  
Speaker  
Eighteenth Congress of the Federated States of Micronesia  
Palikir, Pohnpei, FM 96941

Dear Speak Halbert:

I am returning the following Congressional Act, which I have signed to become Public Law No. 18-89:

Congressional Act No. 18-92, entitled: "AN ACT TO appropriate \$55,098,704, from the General Fund of the Federated States of Micronesia for fiscal year ending September 30, 2015, 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 capital and human resources development, AND FOR OTHER PURPOSES."

Attached to this transmittal is a signing statement that explains the views, comments, and policy statements and considerations of the Executive Branch in approving and implementing the Fiscal Year 2015 Budget of the National Government of the Federated States of Micronesia.

I take this opportunity to thank Congress for passing the Budget Act.

Sincerely,

  
Manny Mori  
President

Enclosure:

Xc: Acting Chief Justice, FSM Supreme Court  
Secretary, Department of Justice  
Director, SBOC  
Legislative Counsel, CFSM  
Library, CFSM  
PIO FSM





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

PRESIDENTIAL COMM. NO. 18-373  
FSM CONGRESS

Presidential Statement on the signing of Congressional Act No. 18-92, entitled: "AN ACT TO APPROPRIATE \$55,098,704 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2015, 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 CAPITAL AND HUMAN RESOURCES DEVELOPMENT, AND FOR OTHER PURPOSES."

I take this opportunity to thank the 18th Congress of the FSM for passing the FY2015 Budget. The domestic revenue projection for the FY2015 Budget is \$66.9 million and of this amount \$52.3 million is appropriated in this Budget Act leaving a remaining balance of \$14.6 million unappropriated.

In reviewing the Act my staff have informed me that there is a discrepancy in the Congressional Act where the total amount for capital and human resource development is listed at \$20,428,549. The correct total for the projects listed in the Act is \$19,878,549. This also means the \$55,098,704 in Section 1 line 2 of the Act is also in error. This should read \$54,548,704.

I note that the Congress accepted the domestic revenue projection of the Executive Branch as the basis of the budget. This revenue projection was formulated in April this year and therefore has not taken into account the increases in fishing license fees.

The above revenue projection includes \$36 million in fishing license fees compared to an actual collection to date in FY2014 of \$46.9 million. On the basis of this, we would expect license fees to be at least \$47 million in FY2015, or even higher, as the fishing day scheme fees rise from \$6,000 per day to \$8,000 per day on 1 January 2015. Therefore we could anticipate the fiscal surplus in FY2015 to be higher, in the order of \$25 million.

I also thank Congress for appropriating \$10 million into the FSM Trust Fund. While I welcome the \$10 million infusion into the Trust Fund which is in line with the intents and purposes of our Draft 2023 Action Plan, I would ask that Congress urgently consider Congressional Bill 18-206 for the creation of the 2023 Investment Development Fund, a critical key financing component of a package of reforms under the 2023 Action Plan. The Fund and an acceleration of implementation of the infrastructure grant arrears are the stimulus for our economy. I urge Congress to consider the appropriation of the \$15 million for the Fund and to consider the Bill during the session or at the earliest opportunity.

  
Manny Mori  
President





CONGRESS OF THE FEDERATED STATES OF MICRONESIA

P.O. Box PS 3  
Palikir, Sokehs  
Pohnpei State, FM 96941  
Tel: (691) 320-2324 / 2338  
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Office of the Chief Clerk

PRESIDENTIAL COMM. NO. 18-373  
FSM CONGRESS

September 24, 2014

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



Dear President Mori:

I have the honor to transmit herewith Congressional Act No. 18-92, "AN ACT TO APPROPRIATE \$55,098,704 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2015, 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 CAPITAL AND HUMAN RESOURCES DEVELOPMENT, AND FOR OTHER PURPOSES.", which was passed by the Eighteenth Congress of the Federated States of Micronesia, Fifth Regular Session, 2014, by a two-thirds vote of all the State delegations as required and as duly certified.

Sincerely yours,

A handwritten signature in blue ink, appearing to read "Liwiana Ramon Ioanis".

Liwiana Ramon Ioanis  
Chief Clerk, Congress of the  
Federated States of Micronesia

Enclosures



ACT NO. 18-92  
(CONGRESSIONAL BILL NO. 18-216, C.D.1, C.D.2,  
C.D.3, C.D.4, C.D.5, C.D.6)



PRESIDENTIAL COM. NO. 18-373  
FSM CONGRESS

EIGHTEENTH CONGRESS OF THE  
FEDERATED STATES OF MICRONESIA  
FIFTH REGULAR SESSION  
SEPTEMBER 15 – OCTOBER 04, 2014

PUBLIC LAW No. 18- 89 \*

## An Act

TO APPROPRIATE \$55,098,704, FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2015, 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 CAPITAL AND HUMAN RESOURCES DEVELOPMENT, AND FOR OTHER PURPOSES.

INTRODUCED BY SENATOR: ISAAC V. FIGIR

DATE: SEPTEMBER 22, 2014

REFERRED TO: COMMITTEE ON WAYS AND MEANS

S.C.R. NO. 18-209 – MAY 30, 2014

FIRST READING: SEPTEMBER 22, 2014

SECOND READING: SEPTEMBER 23, 2014

A handwritten signature in blue ink, appearing to read "Liwiana Ramon Ioanis", is written over a horizontal line.

Liwiana Ramon Ioanis  
Chief Clerk, FSM Congress





CONGRESS OF THE FEDERATED STATES OF MICRONESIA

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*Office of the Speaker*

PRESIDENTIAL COMM. NO. 18-373  
FSM CONGRESS

ACT NO. 18-92

(CONGRESSIONAL BILL NO. 18-216, C.D.1, C.D.2,  
C.D.3, C.D.4, C.D.5, C.D.6)

We hereby certify that on September 23 the foregoing act passed Second and Final Reading of the Eighteenth Congress of the Federated States of Micronesia, Fifth Regular Session, 2014, 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.

Dohsis Halbert  
Speaker  
Congress of the  
Federated States of Micronesia

A large, stylized handwritten signature in blue ink, likely belonging to Liwiana Ramon Ioanis, the Chief Clerk.

Liwiana Ramon Ioanis  
Chief Clerk  
Congress of the  
Federated States of Micronesia

EIGHTEENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

FIFTH REGULAR SESSION, 2014

CONGRESSIONAL BILL NO. 18-216, C.D.1,  
C.D.2, C.D.3, C.D.4, C.D.5, C.D.6

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PUBLIC LAW No. 18-89

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AN ACT

To appropriate \$55,098,704 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2015, 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 Capital and Human Resources Development, and for other purposes.

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

1       Section 1. Title. The title of this act is as follows: To  
2 appropriate the sum of \$55,098,704 from the General Fund of the  
3 Federated States of Micronesia for the fiscal year ending  
4 September 30, 2015, for the purpose of funding the operations of  
5 all branches of the National Government of the Federated States of  
6 Micronesia, its agencies, various programs, grants, subsidies and  
7 contributions and Capital and Human Resources Development. The  
8 National Government's share of the Amended Compact funds has been  
9 reduced to zero except that the federal government will retain 10  
10 percent of the Supplemental Education Grant funds as is reflected  
11 in the budget for the Department of Education. The sum  
12 appropriated herein shall be apportioned as follows:

13       Section 2. Operating expenses of the Executive Branch. The  
14 sum of \$17,431,735, or so much thereof as may be necessary, is  
15 hereby appropriated from the General Fund of the Federated States  
16 of Micronesia for the fiscal year ending September 30, 2015, for  
17 the purpose of funding the operations of the Executive Branch of

1 the National Government during the fiscal year 2015. The sum  
2 appropriated by this section shall be apportioned as follows:

3           (1) Office of the President.

4 The sum of \$684,161, or so much thereof as may be necessary, for  
5 the operations of the Office of the President during the fiscal  
6 year 2015. The sum appropriated herein shall be apportioned as  
7 follows:

|    |                           |            |
|----|---------------------------|------------|
| 8  | Personnel .....           | \$ 314,023 |
| 9  | Travel .....              | 130,354    |
| 10 | Contractual Services..... | 146,000    |
| 11 | OCE .....                 | 85,284     |
| 12 | Fixed Assets .....        | 8,500      |

13           (2) Department of Foreign Affairs.

14 The sum of \$4,392,892, or so much thereof as may be necessary, for  
15 the operations of the Department of Foreign Affairs during the  
16 fiscal year 2015. The sum appropriated herein shall be  
17 apportioned as follows:

|    |                           |              |
|----|---------------------------|--------------|
| 18 | Personnel .....           | \$ 1,298,833 |
| 19 | Travel .....              | 278,681      |
| 20 | Contractual Services..... | 2,487,246    |
| 21 | OCE .....                 | 328,132      |
| 22 | Fixed Assets .....        | -0-          |

23           (3) Department of Finance and Administration.

24 The sum of \$1,818,444, or so much thereof as may be necessary, for  
25 the operations of the Department of Finance and Administration

1 during the fiscal year 2015. The sum appropriated herein shall be  
2 apportioned as follows:

|   |                           |              |
|---|---------------------------|--------------|
| 3 | Personnel .....           | \$ 1,150,536 |
| 4 | Travel .....              | 158,000      |
| 5 | Contractual Services..... | 267,908      |
| 6 | OCE .....                 | 231,500      |
| 7 | Fixed Assets .....        | 10,500       |

8 (4) Department of Resources and Development.

9 The sum of \$817,916, or so much thereof as may be necessary, for  
10 the operations of the Department of Resources and Development  
11 during the fiscal year 2015. The sum appropriated herein shall be  
12 apportioned as follows:

|    |                           |            |
|----|---------------------------|------------|
| 13 | Personnel.....            | \$ 510,794 |
| 14 | Travel .....              | 135,645    |
| 15 | Contractual Services..... | 45,157     |
| 16 | OCE .....                 | 121,820    |
| 17 | Fixed Assets .....        | 4,500      |

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

20 The sum of \$2,695,785, or so much thereof as may be necessary, for  
21 the operations of the Department of Transportation, Communications  
22 and Infrastructure during the fiscal year 2015. The sum  
23 appropriated herein shall be apportioned as follows:

|    |                 |            |
|----|-----------------|------------|
| 24 | Personnel ..... | \$ 744,353 |
| 25 | Travel .....    | 217,913    |



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|   |                           |              |
|---|---------------------------|--------------|
| 1 | Contractual Services..... | \$ 1,534,874 |
| 2 | OCE .....                 | 73,645       |
| 3 | Fixed Assets .....        | 125,000      |

4           (6) Department of Health and Social Affairs.

5 The sum of \$764,715, or so much thereof as may be necessary, for  
6 the operations of the Department of Health and Social Affairs  
7 during the fiscal year 2015. The sum appropriated herein shall be  
8 apportioned as follows:

|    |                           |            |
|----|---------------------------|------------|
| 9  | Personnel .....           | \$ 414,140 |
| 10 | Travel .....              | 131,790    |
| 11 | Contractual Services..... | 108,617    |
| 12 | OCE .....                 | 100,168    |
| 13 | Fixed Assets .....        | 10,000     |

14           (7) Department of Education.

15 The sum of \$846,517, or so much thereof as may be necessary, for  
16 the operations of the Department of Education during the fiscal  
17 year 2015. Of the total amount of funds appropriated herein,  
18 \$428,780, shall be deemed to come from funds available under the  
19 Supplemental Education Grant. The sum appropriated herein shall  
20 be apportioned as follows:

|    |                           |            |
|----|---------------------------|------------|
| 21 | Personnel .....           | \$ 360,782 |
| 22 | Travel .....              | 144,531    |
| 23 | Contractual Services..... | 218,671    |
| 24 | OCE .....                 | 77,833     |
| 25 | Fixed Assets .....        | 44,700     |

(8) Department of Justice.

The sum of \$3,073,466, or so much thereof as may be necessary, for the operations of the Department of Justice during the fiscal year 2015. The sum appropriated herein shall be apportioned as follows:

|                           |              |
|---------------------------|--------------|
| Personnel .....           | \$ 2,185,333 |
| Travel .....              | 156,048      |
| Contractual Services..... | 309,160      |
| OCE .....                 | 326,125      |
| Fixed Assets .....        | 96,800       |

(9) Office of the Public Defender.

The sum of \$858,782, or so much thereof as may be necessary, for the operations of the Office of the Public Defender during the fiscal year 2015. The sum appropriated herein shall be apportioned as follows:

|                           |            |
|---------------------------|------------|
| Personnel .....           | \$ 619,942 |
| Travel .....              | 72,401     |
| Contractual Services..... | 74,039     |
| OCE .....                 | 77,400     |
| Fixed Assets .....        | 15,000     |

(10) Office of Statistics, Budget, Overseas

Development Assistance and Compact Management.

The sum of \$1,062,833, or so much thereof as may be necessary, for the operations of the Office of Statistics, Budget, Official Development Assistance and Compact Management during the fiscal

1 year 2015. The sum appropriated herein shall be apportioned as  
2 follows:

|   |                           |            |
|---|---------------------------|------------|
| 3 | Personnel .....           | \$ 565,722 |
| 4 | Travel .....              | 101,771    |
| 5 | Contractual Services..... | 258,000    |
| 6 | OCE .....                 | 127,340    |
| 7 | Fixed Assets .....        | 10,000     |

8 (11) Office of Environment and Emergency Management.

9 The sum of \$280,245, or so much thereof as may be necessary, for  
10 the operations of the Office of Environment and Emergency  
11 Management during the fiscal year 2015. The sum appropriated  
12 herein shall be apportioned as follows:

|    |                           |            |
|----|---------------------------|------------|
| 13 | Personnel .....           | \$ 170,081 |
| 14 | Travel .....              | 88,264     |
| 15 | Contractual Services..... | -0-        |
| 16 | OCE .....                 | 21,900     |
| 17 | Fixed Assets .....        | -0-        |

18 (12) Office of National Archives, Culture and Historic  
19 Preservation.

20 The sum of \$135,979, or so much thereof as may be necessary, for  
21 the operations of the Office of National Archives, Culture and  
22 Historic Preservation during the fiscal year 2015. The sum  
23 appropriated herein shall be apportioned as follows:

|    |                 |           |
|----|-----------------|-----------|
| 24 | Personnel ..... | \$ 94,479 |
| 25 | Travel .....    | 15,000    |



|   |                           |    |        |
|---|---------------------------|----|--------|
| 1 | Contractual Services..... | \$ | 10,000 |
| 2 | OCE .....                 |    | 13,000 |
| 3 | Fixed Assets .....        |    | 3,500  |

4       Section 3. Operating Expenses of the Legislative

5 Branch. The sum of \$3,849,605, or so much thereof as may be  
6 necessary, is hereby appropriated from the General Fund of the  
7 Federated States of Micronesia for the fiscal year ending  
8 September 30, 2015, for the operations of the Legislative Branch  
9 of the National Government during fiscal year 2015. The sum  
10 appropriated by this section shall be apportioned as follows:

11               (1) Speaker and Members.

12 The sum of \$1,729,771, or so much thereof as may be necessary, for  
13 the operations of the Office of the Speaker and Members of the  
14 Congress of the Federated States of Micronesia during fiscal year  
15 2015. The sum appropriated herein shall be apportioned as  
16 follows:

|    |                           |    |         |
|----|---------------------------|----|---------|
| 17 | Personnel .....           | \$ | 423,290 |
| 18 | Travel .....              |    | 594,881 |
| 19 | Contractual Services..... |    | 851,600 |
| 20 | OCE .....                 |    | -0-     |
| 21 | Fixed Assets .....        |    | -0-     |

22               (2) Staff Offices.

23 The sum of \$1,279,834, or so much thereof as may be necessary, for  
24 the operations of the Congress staff offices during fiscal year  
25 2015. The sum appropriated herein shall be apportioned as

1 follows:

|   |  |            |
|---|--|------------|
| 2 | Personnel .....                                  | \$ 803,582 |
| 3 | Travel.....                                      | 95,252     |
| 4 | Contractual Services.....                        | 215,000    |
| 5 | OCE PROVIDED THAT up to \$10,000 may be used to  |            |
| 6 | pay expenses incurred during the previous fiscal |            |
| 7 | year .....                                       | 122,000    |
| 8 | Fixed Assets.....                                | 44,000     |

9 (3) Congress Delegation Offices.

10 The sum of \$700,000, or so much thereof as may be necessary, for  
11 the operations of the Congress delegation offices during the  
12 fiscal year 2015. Of the amounts appropriated for contractual  
13 services within each Delegation Office, up to a maximum of \$25,000  
14 per Member, at the Delegation Offices' discretion, may be used for  
15 Member Representation. The sum appropriated is apportioned as  
16 follows:

17 (a) Kosrae Delegation Office

|    |                            |           |
|----|----------------------------|-----------|
| 18 | Travel .....               | \$ 10,000 |
| 19 | Contractual Services ..... | 63,000    |
| 20 | OCE .....                  | 25,000    |
| 21 | Fixed Assets .....         | 2,000     |
| 22 | TOTAL .....                | 100,000   |

23 (b) Pohnpei Delegation Office

|    |                            |         |
|----|----------------------------|---------|
| 24 | Travel .....               | 14,300  |
| 25 | Contractual Services ..... | 142,840 |

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|    |   |    |         |
|----|---|----|---------|
| 1  | OCE .....   | \$ | 42,860  |
| 2  | Fixed Assets .....  |    | -0-     |
| 3  | TOTAL .....   |    | 200,000 |
| 4  | (c) Chuuk Delegation Office   |    |         |
| 5  | Travel .....  |    | -0-     |
| 6  | Contractual Services .....  |    | 300,000 |
| 7  | OCE .....   |    | -0-     |
| 8  | Fixed Assets .....  |    | -0-     |
| 9  | TOTAL .....   |    | 300,000 |
| 10 | (d) Yap Delegation Office   |    |         |
| 11 | Travel .....  |    | 30,000  |
| 12 | Contractual Services .....  |    | 40,000  |
| 13 | OCE .....   |    | 25,000  |
| 14 | Fixed Assets .....  |    | 5,000   |
| 15 | TOTAL .....   |    | 100,000 |
| 16 | Section 4. <u>Operating Expenses of the National Judicial</u>       |    |         |
| 17 | <u>Branch.</u> The sum of \$1,311,436, or so much thereof as may be |    |         |
| 18 | necessary, is hereby appropriated from the General Fund of the      |    |         |
| 19 | Federated States of Micronesia for the fiscal year ending           |    |         |
| 20 | September 30, 2015, for the operations of the Judicial Branch of    |    |         |
| 21 | the National Government during the fiscal year 2015. The sum        |    |         |
| 22 | appropriated by this section shall be apportioned as follows:       |    |         |
| 23 | Personnel.....  | \$ | 777,521 |
| 24 | Travel.....   |    | 147,015 |
| 25 | Contractual Services.....   |    | 166,094 |



1 OCE.....\$ 190,806  
2 Fixed Assets..... 30,000

3 Section 5. Operating Expenses of the National Public

4 Auditor. The sum of \$748,398, or so much thereof as may be  
5 necessary, is hereby appropriated from the General Fund of the  
6 Federated States of Micronesia for the fiscal year ending  
7 September 30, 2015, for the operations of the National Office of  
8 the Public Auditor and for the National Public Auditor's Chuuk  
9 Office. The sum appropriated by this section shall be apportioned  
10 as follows:

11 Personnel .....\$ 441,946  
12 Travel..... 135,952  
13 Contractual Services..... 86,000  
14 OCE..... 55,500  
15 Fixed Assets..... 29,000

16 Section 6. Operating Expenses of Agencies of the

17 National Government. The sum of \$1,735,689, or so much thereof as  
18 may be necessary, is hereby appropriated from the General Fund of  
19 the Federated States of Micronesia for the fiscal year ending  
20 September 30, 2015, for the operations of the following boards,  
21 commissions and agencies during the fiscal year 2015. The Coconut  
22 Development Authority has merged with PetroCorp and is no longer  
23 an independent agency funded under the budget. The sum  
24 appropriated by this section shall be apportioned as follows:

25 (1) National Oceanic Resource Management Authority

PUBLIC LAW NO. 18-89

1 (NORMA).

2 The sum of \$422,106, or so much thereof as may be necessary, for  
3 the operations of NORMA for the fiscal year 2015. The sum  
4 appropriated herein shall be apportioned as follows:

|   |                           |            |
|---|---------------------------|------------|
| 5 | Personnel .....           | \$ 212,747 |
| 6 | Travel.....               | 67,359     |
| 7 | Contractual Services..... | 88,000     |
| 8 | OCE.....                  | 54,000     |
| 9 | Fixed Assets.....         | -0-        |

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

11 The sum of \$105,000, or so much thereof as may be necessary, for  
12 the operations of the Board of Regents, COM-FSM during the fiscal  
13 year 2015. The sum appropriated herein shall be apportioned as  
14 follows:

|    |                           |         |
|----|---------------------------|---------|
| 15 | Personnel.....            | \$ -0-  |
| 16 | Travel.....               | -0-     |
| 17 | Contractual Services..... | -0-     |
| 18 | OCE.....                  | 105,000 |
| 19 | Fixed Assets.....         | -0-     |

20 (3) FSM Banking Board.

21 The sum of \$192,094, or so much thereof as may be necessary, for  
22 the operations of FSM Banking Board during the fiscal year 2015.  
23 The sum appropriated herein shall be apportioned as follows:

|    |                 |           |
|----|-----------------|-----------|
| 24 | Personnel ..... | \$ 82,081 |
| 25 | Travel.....     | 66,249    |

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|   |                           |    |        |
|---|---------------------------|----|--------|
| 1 | Contractual Services..... | \$ | 18,100 |
| 2 | OCE.....                  |    | 23,215 |
| 3 | Fixed Assets.....         |    | 2,449  |

4           (4) FSM Insurance Board.

5 The sum of \$261,151, or so much thereof as may be necessary, for  
6 the operations of FSM Insurance Board during the fiscal year 2015.

7 The sum appropriated herein shall be apportioned as follows:

|    |                           |    |        |
|----|---------------------------|----|--------|
| 8  | Personnel .....           | \$ | 82,092 |
| 9  | Travel.....               |    | 75,354 |
| 10 | Contractual Services..... |    | 78,295 |
| 11 | OCE.....                  |    | 22,310 |
| 12 | Fixed Assets.....         |    | 3,100  |

13           (5) FSM Postal Services.

14 The sum of \$755,338, or so much thereof as may be necessary, for  
15 the operations of the National Postal Services during the fiscal  
16 year 2015. The sum appropriated herein shall be apportioned as  
17 follows:

|    |                           |    |         |
|----|---------------------------|----|---------|
| 18 | Personnel.....            | \$ | 442,967 |
| 19 | Travel.....               |    | 46,564  |
| 20 | Contractual Services..... |    | 145,307 |
| 21 | OCE.....                  |    | 120,500 |
| 22 | Fixed Assets.....         |    | -0-     |

23       Section 7. Special Programs. The sum of \$349,956, or so  
24 much thereof as may be necessary, is hereby appropriated from the  
25 General Fund of the Federated States of Micronesia for the fiscal



1 year ending September 30, 2015, for the following special programs  
2 during fiscal year 2015. The sum appropriated by this section  
3 shall be apportioned as follows:

4 (1) National Election Office.

5 The sum of \$349,956, or so much thereof as may be necessary, for  
6 the operations of National Election Office during the fiscal year  
7 2015. The sum appropriated herein shall be apportioned as  
8 follows:

|    |                           |    |         |
|----|---------------------------|----|---------|
| 9  | Personnel.....            | \$ | 206,365 |
| 10 | Travel.....               |    | 17,637  |
| 11 | Contractual Services..... |    | 53,477  |
| 12 | OCE.....                  |    | 72,477  |
| 13 | Fixed Assets.....         |    | -0-     |

14 Section 8. Grants, Subsidies and Contributions. The sum of  
15 \$9,234,336, or so much thereof as may be necessary, is hereby  
16 appropriated from the General Fund of the Federated States of  
17 Micronesia for the fiscal year ending September 30, 2015 for the  
18 following grants, subsidies and contributions during fiscal year  
19 2015. The sum appropriated by this section shall be apportioned as  
20 follows:

21 (1) Office of the President.

|    |   |    |        |
|----|---|----|--------|
| 22 | (a) Asia-Pacific Broadcasting Dev. (AIBD) | \$ | 4,500  |
| 23 | (b) Asia-Pacific Broadcasting Union (ABU) |    | 800    |
| 24 | (c) Pacific Island News Assn. (PINA)      |    | 350    |
| 25 | (d) FSM Group Life .....                  |    | 25,000 |

|    |  |        |
|----|--|--------|
| 1  | (2) <u>Department of Foreign Affairs.</u>            |        |
| 2  | (a) Pacific Is. Forum Secretariat. \$                | 46,000 |
| 3  | (b) Secretariat of the Pacific                       |        |
| 4  | Community (SPC).....                                 | 56,000 |
| 5  | (c) UN Membership Fee .....                          | 70,000 |
| 6  | (d) UN Economic and Social Commission                |        |
| 7  | for Asia and the Pacific (ESCAP).....                | 5,000  |
| 8  | (e) East West Center .....                           | 5,000  |
| 9  | (f) Cotonou Membership Fee .....                     | 15,000 |
| 10 | (g) SPC Office Rental .....                          | 45,000 |
| 11 | (h) FSM-China Diplomatic Relations .                 | 25,000 |
| 12 | (3) <u>Department of Finance and Administration.</u> |        |
| 13 | (a) OCO Membership Fee .....                         | 14,024 |
| 14 | (b) Maintenance Fee for FMIS .....                   | 55,000 |
| 15 | (4) <u>Department of Resources and Development.</u>  |        |
| 16 | (a) Pacific Islands Development Program              | 15,000 |
| 17 | (b) Forum Fisheries .....                            | 38,918 |
| 18 | (c) UNDP .....                                       | 30,000 |
| 19 | (d) South Pacific Applied                            |        |
| 20 | Geoscience Comm. (SOPAC).....                        | 15,000 |
| 21 | (e) Pacific Asia Travel Association                  | 5,000  |
| 22 | (f) Micronesian Challenge Endowment                  | 50,000 |
| 23 | (g) Western Forestry Leadership Coalition            | 530    |
| 24 | (h) Food Agriculture Organization (FAO)              | 4,800  |
| 25 | (i) Matching for SPC Projects .....                  | 60,000 |

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|    |   |        |
|----|---|--------|
| 1  | (j) Micronesian Challenge.....\$                    | 10,000 |
| 2  | (k) Micronesian Cruise Assoc.....                   | 2,500  |
| 3  | (l) International Animal Health                     |        |
| 4  | Organization (OIE) .....                            | 23,000 |
| 5  | (m) IRENA.....                                      | 250    |
| 6  | (n) Micronesia Trade Cmte.....                      | 30,000 |
| 7  | (o) Convention on Biological                        |        |
| 8  | Diversity (CBD) .....                               | 1,000  |
| 9  | (p) South Pacific Tourism                           |        |
| 10 | Organization (SPTO) .....                           | 27,000 |
| 11 | (q) International Fund for Agriculture              |        |
| 12 | Development .....                                   | 500    |
| 13 | (5) <u>Department of Health and Social Affairs.</u> |        |
| 14 | (a) UN Fund for Population Activity (UNFPA)         | 3,000  |
| 15 | (b) World Health Organization (WHO) .               | 4,000  |
| 16 | (c) National Board of Nursing                       |        |
| 17 | & Med Licensing .....                               | 20,000 |
| 18 | (d) Pacific Islands Health Officers                 |        |
| 19 | Association (PIHOA) .....                           | 20,000 |
| 20 | (e) FSM Amateur Sports Association.                 | 20,000 |
| 21 | (f) Association of Territorial                      |        |
| 22 | Health Organization .....                           | 7,000  |
| 23 | (g) FSM Red Cross.....                              | 70,000 |
| 24 | (h) UNICEP (vaccines).....                          | 20,000 |
| 25 | (i) National Women's Conference....                 | 55,000 |



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|----|--|------------|
| 1  | (6) <u>Department of Education.</u>                    |            |
| 2  | (a) Aid for Non-Public School. ....                    | \$ 500,000 |
| 3  | (b) Financial Assistance to                            |            |
| 4  | FSM students attending CMI.....                        | 25,000     |
| 5  | (c) Financial Assistance to FSM                        |            |
| 6  | students attending PCC.....                            | 50,000     |
| 7  | (d) National scholarship; Provided                     |            |
| 8  | that the recipients of these funds must maintain a 3.0 |            |
| 9  | Grade Point Average .....                              | 2,000,000  |
| 10 | (e) National Close-Up .....                            | 70,000     |
| 11 | (f) National Merit Scholarship .....                   | 300,000    |
| 12 | (g) COM Board annual meeting .....                     | 5,000      |
| 13 | (7) <u>Department of Transportation, Communication</u> |            |
| 14 | <u>and Infrastructure.</u>                             |            |
| 15 | (a) Asia Pacific Telecommunity (APT)                   | 11,000     |
| 16 | (b) International Telecommunications                   |            |
| 17 | Union (ITU).....                                       | 20,867     |
| 18 | (c) International Civil Aviation                       |            |
| 19 | Organization.....                                      | 28,050     |
| 20 | (d) FSM Capital Energy/Utilities ...                   | 600,000    |
| 21 | (e) Micronesian Shipping Comm. ....                    | 25,000     |
| 22 | (8) <u>Department of Justice.</u>                      |            |
| 23 | (a) DOJ Fuel Subsidy .....                             | 200,000    |
| 24 | (b) DOJ Trafficking in Persons (TIP)                   |            |
| 25 | prosecution/training/public information .....          | 50,000     |

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|----|--|---------|
| 1  | (c) Kosrae Joint Law Enforcement .. \$                     | 30,000  |
| 2  | (d) Pohnpei Joint Law Enforcement ..                       | 50,000  |
| 3  | (e) Chuuk Joint Law Enforcement ....                       | 50,000  |
| 4  | (f) Yap Joint Law Enforcement. ....                        | 30,000  |
| 5  | (g) Ammunition for Sidearm & Long rifles                   | 25,000  |
| 6  | (9) <u>Office of S.B.O.C.</u>                              |         |
| 7  | (a) Asia Pacific Investment .....                          | 250     |
| 8  | (10) <u>Congress of the Federated States of Micronesia</u> |         |
| 9  | (a) Update FSM Code .....                                  | 100,000 |
| 10 | (b) IPU Conference .....                                   | 50,000  |
| 11 | (c) Climate Change Conferences .....                       | 30,000  |
| 12 | (d) Congressional Activities in                            |         |
| 13 | Preparation of Compact Transition.....                     | 100,000 |
| 14 | (e) Congressional Consultant in                            |         |
| 15 | the DC Embassy.....  | 50,000  |
| 16 | (f) APPU/APPF .....  | 75,000  |
| 17 | (g) Compact of Free Association                            |         |
| 18 | Historical Project   | 150,000 |
| 19 | (h) FSM/Israel Congressional Relations                     | 100,000 |
| 20 | (i) Local Staff Upgrade/Law of the                         |         |
| 21 | Sea Training.....  | 100,000 |
| 22 | (11) <u>Office of E.E.M.</u>                               |         |
| 23 | (a) SPREP .....  | 10,184  |
| 24 | (b) UNEP .....   | 760     |
| 25 | (c) SPREP/Noumea Convention .....                          | 1,764   |

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|----|--|----------|
| 1  | (d) Waigani Convention .....                           | \$ 1,190 |
| 2  | (e) UN Convention to Combat                            |          |
| 3  | Desertification.....                                   | 120      |
| 4  | (f) UN Framework Convention (UNFCC)                    | 250      |
| 5  | (g) Earth Day Activities .....                         | 15,000   |
| 6  | (h) EPA Director's Meeting .....                       | 20,000   |
| 7  | (i) 5th Bi-Annual Environmental Conference             | 20,000   |
| 8  | (j) Disaster Assistance Emergency                      |          |
| 9  | Fund (DAEF) Matching.....                              | 200,000  |
| 10 | (12) <u>Office of NACHP</u>                            |          |
| 11 | (a) UNESCO .....                                       | 4,000    |
| 12 | (b) NCSHPO .....                                       | 2,760    |
| 13 | (c) PARBICA .....                                      | 100      |
| 14 | (d) PIALA .....  | 100      |
| 15 | (e) WHC Membership Fee .....                           | 54       |
| 16 | (13) <u>Other Grants, Subsidies and Contributions.</u> |          |
| 17 | (a) Kosrae Judiciary Subsidy .....                     | 35,000   |
| 18 | (b) Pohnpei Judiciary Subsidy. ....                    | 55,000   |
| 19 | (c) Chuuk Judiciary Subsidy .....                      | 55,000   |
| 20 | (d) Yap Judiciary Subsidy .....                        | 35,000   |
| 21 | (e) COM Treaty Obligations .....                       | 25,000   |
| 22 | (f) Micronesian Legal Services Corporation             | 250,000  |
| 23 | (g) MiCare .....                                       | 80,000   |
| 24 | (h) MLFC Loan Payment .....                            | 200,000  |
| 25 | (i) FY13 Single Audit .....                            | 329,250  |

|    |   |            |
|----|---|------------|
| 1  | (h) Kosrae Circumferential Road....\$     | 300,000    |
| 2  | (i) Yap International Airport             |            |
| 3  | Terminal Improvement .....                | 300,000    |
| 4  | (5) <u>Department of Justice</u>          |            |
| 5  | (a) FSS Micronesia – Slipping.....        | -0-        |
| 6  | (b) Patrol boat major                     |            |
| 7  | maintenance project .....                 | 125,000    |
| 8  | (c) New Radio Communication.....          | -0-        |
| 9  | (d) Satellite Phone and Usage Billings    | 50,000     |
| 10 | (6) <u>Infrastructure Development/IMF</u> |            |
| 11 | (a) Infrastructure Development Projects   | -0-        |
| 12 | (b) IMF.....                              | -0-        |
| 13 | (7) <u>President's Office</u>             |            |
| 14 | (a) FSM Trust Fund.....                   | 10,000,000 |
| 15 | (b) Staff upgrading.....                  | 100,000    |
| 16 | (c) Capacity Building Roadmap.....        | -0-        |
| 17 | (d) 2023 Set Aside.....                   | -0-        |
| 18 | (8) <u>Office of SBOC</u>                 |            |
| 19 | (a) Monitoring & Reconciliation           |            |
| 20 | in the FSM States .....                   | -0-        |
| 21 | (b) Compact Review Committee.....         | -0-        |
| 22 | (c) 2014 Development Partners Meeting     | -0-        |
| 23 | (d) Implementation of ODA Policy....      | 50,000     |
| 24 | (9) <u>National Election.</u>             |            |
| 25 | (a) National Election (voter ID)....      | 25,000     |

|    |   |         |
|----|---|---------|
| 1  | (b) Public Education on                                   |         |
| 2  | Constitutional Amendment .....                            | \$ -0-  |
| 3  | (10) <u>Department of Health and Social Affairs</u>       |         |
| 4  | (a) Health Services Specialty Pathologist                 | 50,000  |
| 5  | (b) Environmental/water/food/lab test                     | 78,000  |
| 6  | (c) Medical Specialized Team.....                         | 195,000 |
| 7  | (d) Data Validation & Analysis.....                       | -0-     |
| 8  | (e) Assistance to States on NCD.....                      | -0-     |
| 9  | (f) Mapping of the Health Community.                      | -0-     |
| 10 | (g) Legal Assistance Legislation....                      | -0-     |
| 11 | (h) Accreditation and Standards Development               | -0-     |
| 12 | (i) Health Economist.....                                 | -0-     |
| 13 | (11) <u>Department of Education</u>                       |         |
| 14 | (a) Accreditation Intervention Project                    | -0-     |
| 15 | (12) <u>FSM Development Bank.</u>                         |         |
| 16 | (a) Private Sector Capital.....                           | -0-     |
| 17 | (b) Pacific Island Development Bank.                      | -0-     |
| 18 | (13) <u>Insurance Board.</u>                              |         |
| 19 | (a) Improve and strengthen statutory                      |         |
| 20 | and regulatory framework .....                            | -0-     |
| 21 | (b) Consultant Site Evaluation.....                       | -0-     |
| 22 | (14) <u>Other Capital and Human Resource Development.</u> |         |
| 23 | (a) FSMSC Information Technology/                         |         |
| 24 | Infrastructure Development .....                          | 100,000 |
| 25 | (b) Chuuk State Supreme Court                             |         |

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|---|-------------------------------------|----|---------|
| 1 | Renovation .....                    | \$ | 160,000 |
| 2 | (c) Pension Program .....           |    | -0-     |
| 3 | (d) Legis Regular Projects .....    |    | -0-     |
| 4 | (e) Office of E.E.M.: Generator and |    |         |
| 5 | Water Tank .....                    |    | -0-     |

6       Section 10. Employment Ceilings. The maximum number of  
7 positions for each branch and agency of the National Government of  
8 the Federated States of Micronesia for fiscal year 2015 shall be  
9 as follows:

|    |                                    |     |
|----|------------------------------------|-----|
| 10 | (1) Executive Branch .....         | 458 |
| 11 | (2) Legislative Branch .....       | 57  |
| 12 | (3) Judiciary Branch .....         | 33  |
| 13 | (4) Public Auditor .....           | 21  |
| 14 | (5) Agencies                       |     |
| 15 | (a) National Oceanic Resource      |     |
| 16 | Management Authority .....         | 11  |
| 17 | (b) FSM Banking Board .....        | 4   |
| 18 | (c) FSM Insurance Board .....      | 4   |
| 19 | (d) National Postal Services ..... | 40  |
| 20 | (6) Special Programs               |     |
| 21 | (a) National Election Office ..... | 12  |

22       Section 11. Reprogramming. Reprogramming of funds into or  
23 from the personnel budget line item shall not be permitted. The  
24 President, Speaker, Chief Justice and Public Auditor may reprogram  
25 up to 10% percent to or from the funds appropriated in sections 2



1 (Operating expenses of the Executive Branch), 3 (Operating  
2 expenses of the Legislative Branch), 4 (Operating expenses of the  
3 National Judicial Branch), and 5 (Operating expenses of the  
4 National Public Auditor). Reprogramming of funds within a  
5 department, office or agency shall be effected by the head of such  
6 department, office or agency by specifying in writing to the  
7 Secretary of the Department of Finance and Administration of the  
8 FSM National Government, the accounts for which funding is either  
9 increased or decreased. Reprogramming other than as specified  
10 herein is not permitted, and more specifically, reprogramming into  
11 or out of any line item contained in section 8 (Grants, Subsidies  
12 and Contributions) or section 9 (Investment: Capital and Human  
13 Resources) is not permitted. The President shall report to  
14 Congress within one month of the last day of each financial  
15 quarter all amounts reprogrammed inter or intra a department,  
16 office or agency.

17       Section 13. Allotment and management of funds and lapse  
18 dates.

19               (1) General provisions.

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

24                       (b) The allottees shall be responsible for  
25 ensuring that these funds, or so much thereof as may be necessary,

1 are used solely for the purposes specified in this act, and that  
2 no obligations are incurred in excess of the sums appropriated.

3           (2) Allottees. The allottees of the funds  
4 appropriated by this act are as follows:

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

7           (b) Section 3 - the allottee of these funds  
8 shall be the Speaker of the Congress of the Federated States of  
9 Micronesia;

10           (c) Section 4 - the allottee of these funds  
11 shall be the Chief Justice of the Supreme Court of the Federated  
12 States of Micronesia;

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

15           (e) Sections 6 through 9 - the allottee of these  
16 funds shall be the President of the Federated States of  
17 Micronesia; PROVIDED, HOWEVER, that for the following subsections  
18 of sections 8 through 9 of this act:

19           (i) Section 8(6)(g) - the allottee shall be  
20 the President of the College of Micronesia - FSM; and

21           (ii) Section 8, (13)(a) through (d) - the  
22 allottee of these funds shall be the Chief Justice of the  
23 respective State Supreme Court;

24           (iii) Section 8 (10)(a) through (i) - the  
25 allottee of these funds shall be the Speaker of the Congress of

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1 the Federated States of Micronesia; and

2 (iv) Section 9(1)(a) through (c) - the  
3 allottee of these funds shall be the President of the College of  
4 Micronesia-FSM.

5 (v) Section 9(4)(g), the allottee of these  
6 funds shall be the Governor of Chuuk State.

7 (vi) Section 9(4)(i), the allottee of these  
8 funds shall be the Governor of Yap State.

9 (3) Lapse date. The authority of the allottees  
10 to obligate funds appropriated by this act shall lapse as of  
11 September 30, 2015; PROVIDED, HOWEVER, that the funds appropriated  
12 under section 9 of this act shall not lapse.

13 Section 14. This act shall become law upon approval by the  
14 President of the Federated States of Micronesia or upon its  
15 becoming law without such approval.

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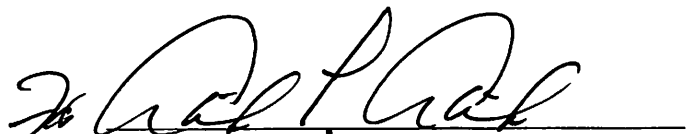
September 29<sup>th</sup>, 2014

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Manny Mori  
President  
Federated States of Micronesia