



The President
Palikir, Pohnpei
Federated States of Micronesia

February 13, 2017

PRESIDENTIAL COMM. NO. 19-556
FSM CONGRESS

The Honorable Wesley W. Simina
Speaker
Nineteenth Congress of the Federated States of Micronesia
Palikir, Pohnpei FM 96941

Dear Speaker Simina:

I am pleased to transmit the following congressional act, which I have signed to become Public Law No. 19-149:

Congressional Act No. 19-146: "AN ACT TO SIMPLIFY THE RULES AND PROCEDURES IN APPROVING FOREIGN GRANTS BY AMENDING SECTION 210 AND REPEALING SECTION 211 OF TITLE 55 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA (ANNOTATED), AS AMENDED, AND FOR OTHER PURPOSES.

I wish to express our appreciation to Congress for the passage of the act. This will accelerate the process of disbursement of funds to grantee. Thank you.

Sincerely,


Peter M. Christian
President

Enclosure:

xc: Chief Justice, FSM Supreme Court





Office of the Chief Clerk

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

P.O. Box PS 3

Palikir, Sokehs Pohnpei State, FM 96941

Tel: (691) 320-2324 / 2338 Fax: (691) 320-5122

PRESIDENTIAL COMM. NO. 19556
FSM CONGRESS



January 31, 2017

His Excellency Peter M. Christian
President
Federated States of Micronesia
Palikir, Pohnpei FM 96941

Dear President Christian:

I have the honor to transmit herewith Congressional Act No. 19-146, "AN ACT TO SIMPLIFY THE RULES AND PROCEDURES IN APPROVING FOREIGN GRANTS BY AMENDING SECTION 210 AND REPEALING SECTION 211 OF TITLE 55 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA (ANNOTATED), AS AMENDED, AND FOR OTHER PURPOSES.", which was passed by the Nineteenth Congress of the Federated States of Micronesia, Sixth Regular Session, 2017, 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 Ramon Ioanis".

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

Enclosures



PRESIDENTIAL COMM. NO. 19-556
FSM CONGRESS

NINETEENTH CONGRESS OF THE
FEDERATED STATES OF MICRONESIA
SIXTH REGULAR SESSION
JANUARY 23 – FEBRUARY 11, 2017

An Act

TO SIMPLIFY THE RULES AND PROCEDURES IN APPROVING FOREIGN GRANTS BY
AMENDING SECTION 210 AND REPEALING SECTION 211 OF TITLE 55 OF THE CODE
OF THE FEDERATED STATES OF MICRONESIA (ANNOTATED), AS AMENDED, AND
FOR OTHER PURPOSES.

INTRODUCED BY SENATOR: FLORENCIO S. HARPER (BY REQUEST)

DATE: DECEMBER 14, 2016

REFERRED TO: COMMITTEES ON EXTERNAL AFFAIRS & WAYS AND MEANS

WITHDRAWN – JANUARY 27, 2017

FIRST READING: JANUARY 27, 2017

SECOND READING: JANUARY 28, 2017

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

Liwiana Ramon Ioanis
Chief Clerk, FSM Congress



Office of the Speaker

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

P.O.Box PS 3 Palikir, Sokehs
Pohnpei State, FM 96941
Tel: (691) 320-2324 / 2338
Fax: (691) 320-5122

PRESIDENTIAL COMM. NO. 19-556
FSM CONGRESS

ACT NO. 19-146

(CONGRESSIONAL BILL NO. 19-238, C.D.1)

We hereby certify that on January 28 the foregoing act passed
Second and Final Reading of the Nineteenth Congress of the
Federated States of Micronesia, Sixth Regular Session, 2017, 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.

A handwritten signature in black ink, appearing to read "Wesley W. Simina".

Wesley W. Simina
Speaker
Congress of the
Federated States of Micronesia

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

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

NINETEENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

SEVENTH SPECIAL SESSION, 2016

CONGRESSIONAL BILL NO. 19-238, C.D.1

AN ACT

To simplify the rules and procedures in approving foreign grants by amending section 210 and repealing section 211 of title 55 of the Code of the Federated States of Micronesia (Annotated), as amended, and for other purposes.

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

1 Section 1. Statement of policy. Approving foreign grants
2 is presently a role played by Congress. However, delays have
3 been experienced in the past with respect to several foreign
4 grants because they needed to await for Congress to convene to
5 consider their adoption. The intent of this act is to simplify
6 the process of approving foreign grants in order to avoid losing
7 valuable foreign grants that could be very useful and beneficial
8 to FSM citizens.

9 Section 2. Section 210 of title 55 of the Code of the
10 Federated States of Micronesia (Annotated) as amended, is hereby
11 further amended to read as follows:

12 "Section 210. Foreign Financial Assistance.

13 (1) Definitions.

14 (a) "Agreement" shall refer to any agreement,
15 understanding, covenant, compact, transacting or other
16 agreement, in any form, entered into by and between an
17 official of the National Government, or the National
18 Government's designee, and a foreign governmental

1 entity, for the receipt or acceptance of financial
2 assistance or aid, on behalf of any National or State
3 governmental entity.

4 (b) "Foreign financial assistance" shall refer
5 to currency, money, accounts or notes receivable
6 offered as aid or assistance to the National
7 Government of the Federated States of Micronesia.,
8 other than foreign aid or assistance received from the
9 United States of America.

10 (c) "Foreign in-kind assistance" shall refer to
11 any and all foreign assistance in the form of goods,
12 services or other modes of assistance not covered
13 under subsection (1)(b) hereof.

14 (2) Approval by Congress. U.S. federally funded
15 program grant awards under \$100,000 do not require
16 approval by Congress by resolution. All other foreign
17 financial assistance in any amount requires approval
18 by Congress by resolution. The President shall submit
19 any agreement for the acceptance or receipt of foreign
20 financial assistance to the Congress no late than the
21 first regular or special session congress convened
22 immediately subsequent to the execution of such
23 agreement, for approval by resolution.

24 (a) No such agreement shall be valid, and no
25 funds may be received pursuant to such agreement,

1 unless and until the requirements of this section have
2 been met. Foreign financial assistance of up to
3 \$10,000 may be disbursed by the President in
4 accordance with the terms and conditions of the
5 assistance.

6 (b) Should the Congress not approve such
7 agreement by resolution before the adjournment of the
8 first regular session following the President's
9 submission of the agreement to Congress, that
10 agreement shall be deemed disapproved.

11 (c) Any first time application for foreign
12 financial assistance shall require the approval by
13 Congress through a resolution.

14 (3) Foreign Assistance Fund. There is hereby
15 established within the National Treasury of the
16 Federated States of Micronesia a Foreign Assistance
17 Fund which shall initially consist of all unobligated
18 balances of foreign assistance funds from the receding
19 fiscal year, and all foreign assistance funds
20 designated for the National government and made
21 available beginning October 1, 1996. Thereafter, the
22 Department of Finance shall receive, maintain a
23 complete record o, and where applicable, deposit all
24 foreign financial assistance as defined in subsection
25 (1) of this section into the Fund, pursuant to the

1 Financial Management Act of 1979.

2 (a) The President or the President's designee
3 shall notify the Congress of the receipt of foreign
4 financial assistance, the amount thereof in U.S.
5 dollars, and, where applicable, the deposit or such
6 assistance into the Fund, no later than the first
7 session of Congress, be it regular or special,
8 convened subsequent to such receipt.

9 (b) Where the foreign financial assistance
10 received is denominated in the form of goods or
11 services, the President or the President's designee
12 shall notify the congress of the value thereof in U.S.
13 dollars, and the designation where such goods have
14 been delivered, or location of where such services
15 have been rendered, no later that the first session of
16 the Congress convened subsequent to such receipt.

17 (4) Development of Fund - Duties of the Department
18 of Finance. The Division of Investment Management of
19 the Department of Finance shall, upon approval of the
20 President and in cooperation with the Department of
21 Foreign Affairs, actively seek foreign assistance
22 funding, foster productive use of foreign assistance,
23 and produce reports on the acquisition, use,
24 expenditure of, and fiscal obligations attendant upon,
25 foreign assistance available to or received by the

1 National Government of the Federated States of
2 Micronesia.

3 (5) Reports. No later than April 1 of each year,
4 the President shall submit to the Congress a report on
5 the status of the Foreign Assistance Fund, which
6 report shall include:

7 (a) a complete and accurate accounting of all
8 foreign financial assistance received;

9 (b) a complete and accurate record of the
10 manner in which the foreign financial assistance was
11 distributed as among and between the States and the
12 National Government; and

13 (c) whether such distribution comports with the
14 provisions of article XII, section 1(b) of the
15 Constitution."

16 Section 3. Section 211 of title 55 of the Code of the
17 Federated States of Micronesia (Annotated) as amended, is hereby
18 repealed in its entirety.

1 Section 4. This act shall become law upon approval by the
2 President of the Federated States of Micronesia (Annotated), as
3 amended, or upon its becoming law without such approval.

4

5

6

7

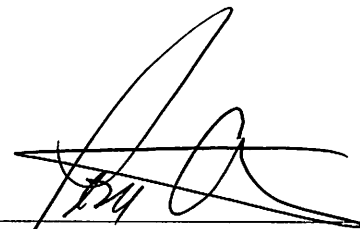
2/13, 2017

8

9

10

11


Peter M. Christian
President
Federated States of Micronesia

12

13

14

15

16

17

18

19

20

21

22

23

24

25