



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

PRESIDENTIAL COMM. NO. 20-264  
FSM CONGRESS

July 4<sup>th</sup>, 2018

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

Dear Speaker Simina:

I am pleased to transmit the following Act, which I have signed into Public Law No. 20-94:

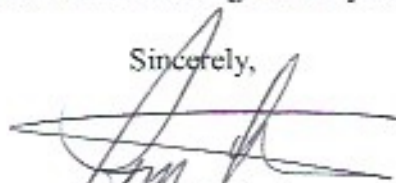
Congressional Act No. 20-93: "AN ACT TO AMEND SECTIONS 1, 2, 3 AND 9 OF PUBLIC LAW NO. 20-42, AS AMENDED BY PUBLIC LAWS NOS. 20-54, 20-64, 20-67 AND 20-83, IN ORDER TO APPROPRIATE \$9,869,296 OF ADDITIONAL FUNDS FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2018, AND TO CHANGE THE INTENDED USE OF CERTAIN LINE ITEMS, AND FOR OTHER PURPOSES."

Thank you for approving the supplemental budget, in particular the \$1.3 million funding for the dry-docking of Chief Mailo. Among the funding items that were requested, the below list represents high priority items that we hope you will reconsider at your next available opportunity:

- AIP matching funds
- Caroline Island Air operation subsidy
- R&D Energy Assistance
- Vocational Education Institute
- Volunteer Corps
- Funding for expert support in connection with civil lawsuit against FSM
- Intellectual Property Rights development

I will resubmit them at the next session of Congress for your consideration. Thank you.

Sincerely,



Peter M. Christian

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. 20-264  
FSM CONGRESS

July 02, 2018



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. 20-93, "AN ACT TO AMEND SECTIONS 1, 2, 3 AND 9 OF PUBLIC LAW NO. 20-42, AS AMENDED BY PUBLIC LAWS NOS. 20-54, 20-64, 20-67 AND 20-83, IN ORDER TO APPROPRIATE \$9,869,296 OF ADDITIONAL FUNDS FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2018, AND TO CHANGE THE INTENDED USE OF CERTAIN LINE ITEMS, AND FOR OTHER PURPOSES.", which was passed by the Twentieth Congress of the Federated States of Micronesia, Fourth Special Session, 2018, by a two-thirds vote of all the State delegations as required and as duly certified.

Sincerely yours,

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

Enclosures



Office of the Speaker

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

P.O. Box PS 3 Palikir, Sokehs

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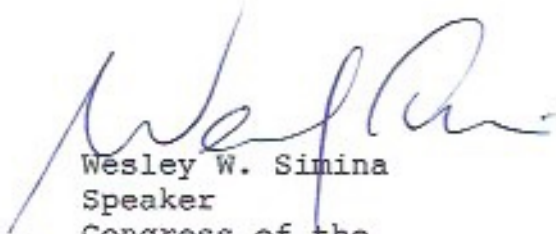
Fax: (691) 320-5122


PRESIDENTIAL COMM. NO. 20-264  
FSM CONGRESS

ACT NO. 20-93

(CONGRESSIONAL BILL NO. 20-199, C.D.1)

We hereby certify that on June 29 the foregoing act passed  
Second and Final Reading of the Twentieth Congress of the  
Federated States of Micronesia, Fourth Special Session, 2018,  
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.

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

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



TWENTIETH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

FOURTH SPECIAL SESSION, 2018

CONGRESSIONAL BILL NO. 20-199, C.D.1

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AN ACT

To amend sections 1, 2, 3 and 9 of Public Law No. 20-42, as amended by Public Laws Nos. 20-54, 20-64, 20-67 and 20-83, in order to appropriate \$9,869,296 of additional funds from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2018, and to change the intended use of certain line items, and for other purposes.

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

1       Section 1. Section 1 of Public Law No. 20-42, as amended by  
2 Public Laws Nos. 20-54, 20-67 and 20-83, is hereby further amended  
3 to read as follows:

4       "Section 1. Purpose. The purpose of this act is to  
5 appropriate the sum of \$93,404,022 from the General Fund  
6 of the Federated States of Micronesia for the fiscal year  
7 ending September 30, 2018, for the purpose of funding the  
8 operations of all branches of the National Government of  
9 the Federated States of Micronesia, its agencies, various  
10 programs, grants, subsidies and contributions and Capital  
11 and Human Resources Development. The National  
12 Government's share of the Amended Compact funds has been  
13 reduced to zero; EXCEPT THAT; the National Government will  
14 retain 10 percent of the Supplemental Education Grant  
15 funds as is reflected in the budget for the Department of  
16 Education. The sum appropriated herein shall be  
17 apportioned as follows:"

18       Section 2. Section 2 of Public Law No. 20-42, as amended by

PUBLIC LAW No. 20- 94

1 Public Law No. 20-83, is hereby further amended to read as  
2 follows:

3       "Section 2. Operating Expenses of the Executive Branch.  
4       The sum of \$21,323,706 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, 2018, for the purpose of  
8       funding the operations of the Executive Branch of the  
9       National Government during the fiscal year 2018. The sum  
10      appropriated by this section shall be apportioned as  
11      follows:

12           (1) Office of the President.

13      The sum of \$1,802,110 or so much thereof as may be  
14      necessary, for the operations of the Office of the  
15      President during the fiscal year 2018. The sum  
16      appropriated herein shall be apportioned as follows:

17      Personnel .....	\$	565,010
18      Travel .....		471,600
19      Contractual Services.....		610,000
20      OCE .....		150,000
21      Fixed Assets .....		5,500

22           (2) Department of Foreign Affairs.

23      The sum of \$4,877,034, or so much thereof as may be  
24      necessary, for the operations of the Department of  
25      Foreign Affairs during the fiscal year 2018. The sum

1 appropriated herein shall be apportioned as follows:

2	Personnel .....	\$ 1,558,196
3	Travel .....	337,508
4	Contractual Services.....	2,561,652
5	OCE .....	298,672
6	Fixed Assets .....	121,006

7 (3) Department of Finance and Administration.

8 The sum of \$2,777,860, or so much thereof as may be  
 9 necessary, for the operations of the Department of  
 10 Finance and Administration during the fiscal year 2018.

11 The sum appropriated herein shall be apportioned as  
 12 follows:

13	Personnel .....	\$ 1,895,775
14	Travel .....	356,063
15	Contractual Services.....	293,966
16	OCE .....	232,056
17	Fixed Assets .....	-0-

18 (4) Department of Resources and Development.

19 The sum of \$1,387,092, or so much thereof as may be  
 20 necessary, for the operations of the Department of  
 21 Resources and Development during the fiscal year 2018.

22 The sum appropriated herein shall be apportioned as  
 23 follows:

24	Personnel .....	\$ 839,566
25	Travel .....	253,136



1	Contractual Services.....\$	91,250
2	OCE .....	192,640
3	Fixed Assets .....	10,500

4       (5) Department of Transportation, Communications and  
5       Infrastructure.

6       The sum of \$2,985,721 or so much thereof as may be  
7       necessary, for the operations of the Department of  
8       Transportation, Communications and Infrastructure during  
9       the fiscal year 2018. The sum appropriated herein shall  
10      be apportioned as follows:

11	Personnel .....	\$	525,862
12	Travel .....		280,290
13	Contractual Services, of which at least		
14	\$200,000 shall be used for PMU		
15	Operations and \$75,000 of which is for the		
16	Telecommunications Regulatory Authority .. .		2,091,679
17	OCE .....		68,245
18	Fixed Assets .....		19,645

19      (6) Department of Health and Social Affairs.

20      The sum of \$782,674, or so much thereof as may be  
21      necessary, for the operations of the Department of  
22      Health and Social Affairs during the fiscal year 2018.  
23      The sum appropriated herein shall be apportioned as  
24      follows:

25	Personnel .....	\$	427,691
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1	Travel .....	\$ 130,215
2	Contractual Services.....	108,617
3	OCE .....	90,151
4	Fixed Assets .....	26,000

5       (7) Department of Education.

6       The sum of \$846,306, or so much thereof as may be  
7       necessary, for the operations of the Department of  
8       Education during the fiscal year 2018. Of the total  
9       amount of funds appropriated herein, \$366,598 shall be  
10      deemed to come from funds available under the  
11      Supplemental Education Grant. The sum appropriated  
12      herein shall be apportioned as follows:

13	Personnel .....	\$ 452,166
14	Travel .....	181,500
15	Contractual Services.....	151,023
16	OCE .....	56,217
17	Fixed Assets .....	5,400

18      (8) Department of Justice.

19      The sum of \$4,050,962, or so much thereof as may be  
20      necessary, for the operations of the Department of  
21      Justice during the fiscal year 2018. The sum  
22      appropriated herein shall be apportioned as follows:

23	Personnel .....	\$ 2,739,049
24	Travel .....	316,212
25	Contractual Services.....	525,458



1	OCE .....	\$	368,443
2	Fixed Assets .....	.	101,800

3       (9) Office of the Public Defender.

4       The sum of \$1,071,583, or so much thereof as may be  
 5       necessary, for the operations of the Office of the  
 6       Public Defender during the fiscal year 2018. The sum  
 7       appropriated herein shall be apportioned as follows:

8	Personnel .....	\$	712,321
9	Travel .....		131,312
10	Contractual Services.....		101,050
11	OCE .....	.	86,900
12	Fixed Assets .....		40,000

13       (10) Department of Environment, Climate Change and  
 14       Emergency Management.

15       The sum of \$546,546, or so much thereof as may be  
 16       necessary, for the operations of the Department of  
 17       Environment, Climate Change and Emergency Management  
 18       during the fiscal year 2018. The sum appropriated  
 19       herein shall be apportioned as follows:

20	Personnel .....	\$	294,180
21	Travel .....		111,546
22	Contractual Services.....		84,000
23	OCE .....		32,220
24	Fixed Assets .....		24,600

25       (11) Office of National Archives, Culture and Historic

1        Preservation.

2        The sum of \$195,818, or so much thereof as may be  
 3        necessary, for the operations of the Office of National  
 4        Archives, Culture and Historic Preservation during the  
 5        fiscal year 2018. The sum appropriated herein shall be  
 6        apportioned as follows:

7        Personnel .....	\$	123,701
8        Travel .....		34,503
9        Contractual Services.....		10,425
10       OCE .....		19,892
11       Fixed Assets .....		7,297"

12       Section 3. Section 3 of Public Law No. 20-42, as amended by  
 13       Public Law No. 20-67, is hereby further amended to read as  
 14       follows:

15       Section 3. Operating Expenses of the Legislative  
 16       Branch. The sum of \$6,575,285, or so much thereof as  
 17       may be necessary, is hereby appropriated from the  
 18       General Fund of the Federated States of Micronesia for  
 19       the fiscal year ending September 30, 2018, for the  
 20       operations of the Legislative Branch of the National  
 21       Government during fiscal year 2018. The sum appropriated  
 22       by this section shall be apportioned as follows:

23        (1) Speaker and Members.

24        The sum of \$3,244,498, or so much thereof as may be  
 25        necessary, for the operations of the Office of the

1 Speaker and Members of the Congress of the Federated  
 2 States of Micronesia during fiscal year 2018. The sum  
 3 appropriated herein shall be apportioned as follows:

4 Personnel .....	\$ 430,530
5 Travel .....	1,083,368
6 Contractual Services, of which up to \$20,000	
7 may be used to pay for outstanding prior year	
8 obligations.....	1,730,600
9 OCE .....	-0-
10 Fixed Assets .....	-0-

11 (2) Staff Offices.

12 The sum of \$2,210,787, or so much thereof as may be  
 13 necessary, for the operations of the Congress staff  
 14 offices during fiscal year 2018. The sum appropriated  
 15 herein shall be apportioned as follows:

16 Personnel .....	\$ 964,757
17 Travel.....	260,000
18 Contractual Services.....	555,030
19 OCE.....	281,000
20 Fixed Assets.....	150,000

21 (3) Congress Delegation Offices.

22 The sum of \$1,120,000, or so much thereof as may be  
 23 necessary, for the operations of the Congress delegation  
 24 offices during the fiscal year 2018. Of the amounts  
 25 appropriated for contractual services within each



Delegation Office, up to a maximum of \$70,000 per Member, at the Delegation Offices' discretion, may be used for Member Representation. The sum appropriated is apportioned as follows:

(a) Kosrae Delegation Office

Travel .....	\$ 10,000
Contractual Service.....	130,000
OCE.....	20,000
Fixed Assets.....	-0-
TOTAL.....	160,000

(b) Pohnpei Delegation Office

Travel .....	10,000
Contractual Services.....	280,000
OCE.....	30,000
Fixed Assets.....	-0-
TOTAL.....	320,000

(c) Chuuk Delegation Office

Travel .....	10,000
Contractual Services.....	430,000
OCE.....	30,000
Fixed Assets.....	10,000
TOTAL.....	480,000

(d) Yap Delegation Office

Travel .....	30,000
Contractual Services.....	100,000

1	OCE.....	\$	25,000
2	Fixed Assets.....		5,000
3	TOTAL.....		160,000"

4 Section 4. Section 9 of Public Law No. 20-42, as amended by  
 5 Public Laws Nos. 20-54, 20-64, 20-67 and 20-83, is hereby further  
 6 amended to read as follows:

7 "Section 9. Capital and Human Resources Development.

8 The sum of \$46,950,179, or so much thereof as may be  
 9 necessary, is hereby appropriated from the General Fund  
 10 of the Federated States of Micronesia for the fiscal  
 11 year ending September 30, 2018, for the following  
 12 capital improvements, development programs, and projects  
 13 and human resources development. Of the total amount of  
 14 funds appropriated herein, \$1,246,022 shall be deemed to  
 15 come from funds available under the Amended Compact from  
 16 the Supplemental Education Grant and \$5,252,250 shall be  
 17 deemed to come from funds available under the Amended  
 18 Compact from Compact Sector Grants. The sum  
 19 appropriated by this section shall be apportioned as  
 20 follows:

21 (1) College of Micronesia - FSM.

22 (a) College of Micronesia-FSM..... \$ 3,800,000

23 (b) FSM Fisheries and Maritime

24 Institute (FMI) ..... 833,915

25 (c) College of Micronesia-FSM SEG

1	Funding .....	\$ 689,948
2	(d) COM-FSM Build. Infrastructure	
3	Project .....	4,252,250
4	(2) <u>Department of Finance and Administration</u>	
5	(a) FSM Warehouse Lease and	
6	Maintenance .....	100,000
7	(b) PCD Awareness and Training.....	15,000
8	(3) <u>Department of Resources and Development</u>	
9	(a) FSM Association of Chamber of	
10	Commerce/ Support to COC .....	67,000
11	(b) State Trade Fairs Enhancing	
12	Value Addition .....	-0-
13	(c) R&D SNLC.....	60,000
14	(d) FSM Tourism Development	
15	Framework .....	100,000
16	(e) Food Security Production.....	300,000
17	(f) Assistance to States for Tourism	
18	Investment Plan Implementation .....	-0-
19	(g) Fortieth Session of the	
20	Governing Council of International Fund for	
21	Agriculture Dev. (IFAD) .....	8,827
22	(h) National Coastal Fisheries	
23	Monitoring Team: Ongoing Monitoring	
24	Program, Assess Impacts of CEA FM Program	
25	and Climate Change .....	16,325



1	(i) Chamber of Commerce: Chuuk State	\$	-0-
2	(j) Chamber of Commerce: Kosrae		
3	State .....		-0-
4	(k) Chamber of Commerce: Pohnpei		
5	State .....		-0-
6	(l) Chamber of Commerce: Yap State..		-0-
7	(m) Strengthening Organizational		
8	Planning, Management & Accountability		
9	Capacity of National/State		
10	Private Sector Organizations in the FSM.		42,319
11	(n) National Trade & Investment		
12	Portal .....		51,250
13	(o) R&D Conference.....		80,000
14	(p) Implementation of Nagoya		
15	Protocol.....		-0-
16	(q) Development of a Comprehensive		
17	Intellectual Property Rights Regime.....		-0-
18	(r) Computing Facility Upgrade.....		38,270
19	(s) 2018-2019 HIES.....		261,347
20	(t) 2020 CPH.....		18,331
21	(u) Enhancing Private Sector		
22	Competitiveness: Production of High		
23	Quality Import Substitutes and Value Added		50,000
24	(v) Enhancing Private Sector		
25	Competitiveness: Supporting Business		

1	and Products/Services Upgrading .....	\$	-0-
2	(w) Enhancing Private Sector		
3	Competitiveness: Marketing and		
4	Promoting FSM Products Overseas		
5	and Integration into Regional/		
6	Global Supply Chains .....		22,000
7	(4) <u>Department of Transportation, Communications and</u>		
8	<u>Infrastructure</u>		
9	(a) Operation and Dry-Docking of Caroline		
10	Voyager and Navigator .....		1,500,000
11	(b) Capital Improvement Projects ....		-0-
12	(c) Outer Island Airports .....		2,500,000
13	(d) FSM National Government		
14	Computer Network .....		100,000
15	(e) FSM Capital Complex (2 Story		
16	Office Building) .....		-0-
17	(f) New Warehouse Building .....		-0-
18	(g) Rehabilitation for all National		
19	Government Buildings .....		150,000
20	(h) New Backup Generator .....		80,000
21	(i) Outstanding Inaugural Stage .....		-0-
22	(j) Y12 Aircraft Operation Project ..		-0-
23	(k) Funding for Road, Seaport and		
24	Airport Improvement .....		-0-
25	(l) Dry-Docking of Vessels (H1 and		

1	Chief Mailo) .....	\$ 2,500,000
2	(m) Prior Year Obligation for work	
3	performed on emergency relating	
4	to Pingda7.....	350,000
5	(n) Ammonia Removal Services from	
6	Pingda7.....	30,000
7	(o) AIP Lapsed Fund for Chuuk	
8	Rehabilitation Runway.....	320,073
9	(p) Fuel for Caroline Voyager	
10	and Navigator .....	50,000
11	(5) <u>Department of Justice</u>	
12	(a) Satellite Phone and Usage Billings	-0-
13	(b) Anti-Human Trafficking	
14	Enforcement, Campaign, and	
15	Investigation .....	125,000
16	(c) Conduct Mediation in PII Case...	53,000
17	(d) Victim Shelter and Services.....	100,000
18	(e) Fuel for patrol boats for	
19	assistance in Yap State .....	40,000
20	(f) Security arrangements and	
21	services for the Micro Games, of which	
22	\$50,000 shall be used for the delegation	
23	from the state of Chuuk .....	200,000
24	(6) <u>Department of Environment, Climate</u>	
25	<u>Change and Emergency Management</u>	



1	(a) Fostering Sustainable Solid	
2	Waste Management.....	\$ -0-
3	(b) Green Climate Fund	
4	Regional Dialogue.....	40,000
5	(c) Fourth Disaster Risk Management	
6	Environment Conference .....	20,000
7	(d) Fifteen Thousand Gallon Water	
8	Catchment .....	4,250
9	(e) Implement the FSM National	
10	Disaster Response Plan .....	30,000
11	(f) Backup Generator .....	40,000
12	(7) <u>President's Office</u>	
13	(a) FSM Trust Fund.....	12,000,000
14	(b) Implementation of ODA Policy ...	-0-
15	(c) Compact Review Committee .....	-0-
16	(8) <u>National Election Commission Office</u>	
17	(a) Voter ID Card and New Voter	
18	Registration Project .....	50,000
19	(9) <u>Department of Health and Social Affairs</u>	
20	(a) Health Services Special	
21	Pathologist.....	58,000
22	(b) Food/Water Lab .....	78,000
23	(c) Medical Team .....	195,000
24	(d) Health Sector Arrears Project ..	-0-
25	(e) Food Safety Office: Chuuk .....	-0-

1	(f) Doctors: Foundation Project....\$	127,500
2	(g) MOE-BHWP Med.....	-0-
3	(h) Empower Youth.....	-0-
4	(i) National Surveillance.....	-0-
5	(j) Drug Testing.....	-0-
6	(k) National NGO.....	-0-
7	(l) Women's Conference.....	90,000
8	(m) Support for purchase of	
9	children's medication and	
10	prevention of rheumatic heart	
11	disease.....	90,000
12	(10) <u>Department of Education</u>	
13	(a) NDOE Year 3 Project (SEG).....	556,074
14	(b) School Accreditation.....	100,000
15	(c) Teacher Certification Project...	168,000
16	(d) Development Quality.....	82,500
17	(11) <u>Insurance Board</u>	
18	(a) Improve and Strengthen the	
19	Country's Insurance Statutory	
20	and Regulatory Framework.....	-0-
21	(b) In-House Consultation/ On Site	
22	Examination and Investigation of	
23	Affairs of Captive Insurance ....	-0-
24	(c) Recruitment of a Captive	
25	Insurance Compliance Advisor....	100,000

1	(12) <u>Department of Foreign Affairs</u>	
2	(a) Acting Capacity Role.....	\$ 36,000
3	(b) FSM Embassy in Suva, Fiji	
4	Residence .....	200,000
5	(13) <u>NORMA</u>	
6	(a) Hosting of PNA Leadership Summit.	-0-
7	(b) Capital & Human Resources	
8	Development Programs in	
9	Monitoring, Control and	
10	Surveillance (MCS) .....	55,000
11	(c) Commemoration of World Tuna	
12	Day 2018 .....	15,000
13	(14) <u>National Postal Services</u>	
14	(a) Postal Management and Financial	
15	Services .....	210,000
16	(15) <u>Office of the Public Defender</u>	
17	(a) Case Management and Reporting	
18	System .....	-0-
19	(b) Know Your Rights Awareness	
20	Program .....	-0-
21	(16) <u>Other Capital and Human Resources Development</u>	
22	(a) Conservation Society in Each	
23	State, of which \$50,000 shall be	
24	for the Conservation Society in	
25	Chuuk, \$50,000 shall be for	



1	the Conservation Society in Yap,	
2	\$50,000 shall be for the	
3	Conservation Society in Kosrae,	
4	and \$50,000 shall be for the	
5	Conservation Society in Pohnpei \$	200,000
6	(b) Payments for Yap-Chuuk	
7	Telecommunications Cable	
8	Project, of which 1,000,000	
9	shall be used for civil works...	12,000,000
10	(c) State Priority Infrastructure	
11	Projects: Kosrae:.....	-0-
12	(d) State Priority Infrastructure	
13	Projects: Pohnpei.....	-0-
14	(e) State Priority Infrastructure	
15	Projects: Chuuk.....	-0-
16	(f) State Priority Infrastructure	
17	Projects: Yap, to be apportioned as	
18	follows:.....	1,500,000
19	(1) Airport terminal improvement	380,000
20	(2) Improvement of Yap	
21	Commercial Dock.....	400,000
22	(3) Other Priority	
23	Infrastructure Projects.....	651,300
24	(4) Faith Christian Academy	
25	Construction Supplemental.....	40,000

1 (5) Abluul, Outer Island  
 2 Community Bathrooms Construction ..... \$ 25,000  
 3 (6) Lay Village Community Coastal  
 4 Road Project ..... 3,700"

5 Section 5. This act shall become law upon approval by the  
 6 President of the Federated States of Micronesia or upon its  
 7 becoming law without such approval.

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7/4

, 2018



Peter M. Christian  
 President  
 Federated States of Micronesia

PUBLIC LAW No. 20-94