To appropriate the sum of $10,000,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 1999, for the purpose of funding infrastructure and other projects and programs in the States of Chuuk, Kosrae, Pohnpei and Yap, and for other purposes.

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

Section 1. The sum of $5,000,000, 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, 1999, for the purpose of funding infrastructure and other projects and programs in the State of Chuuk. The funds appropriated under this section shall be apportioned as follows:

(1) Chuuk State International Airport construction, maintenance, and repair......................... $ 500,000
(2) At-large projects................................. 100,000
(3) Election District No. 1...................... 950,000
(4) Election District No. 2...................... 800,000
(5) Election District No. 3
   (a) Economic and social development grants 700,000
   (b) Educational and Health Trust fund, which fund shall be maintained and invested by the Secretary of the Department of Finance and Administration, along with any interest or other income therein, none of which shall be withdrawn until after September 30, 2001, at which point it shall be available solely for health and education needs in Southern Namoneas $ 300,000
(6) Election District No. 4...................... 1,000,000
(7) Election District No. 5...................... 650,000

Section 2. The sum of $1,000,000, 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, 1999, for the purpose of funding infrastructure projects in the State of Kosrae.

Section 3. The sum of $3,000,000, 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, 1999, for the purpose of funding infrastructure projects in the State of Pohnpei.

Section 4. The sum of $1,000,000, 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, 1999, for the purpose of funding infrastructure and other capital improvement projects in the State of Yap. The funds appropriated under this section shall be apportioned as follows:

(1) Euripik multi-purpose center............. $ 35,000
(2) Mogmog island development projects........ 40,000
(3) Ulithi development project.................. 35,000
(4) Tomil Municipal Office......................... 50,000
(5) Okau water catchments and system........... 35,000
(6) Gilman land reclamation....................... 25,000
(7) COM-FSM, Yap Campus......................... 100,000
(8) Yap Delegation Office......................... 350,000
(9) Gachpar community project.................... 50,000
(10) Waned community project.................... 25,000
(11) Beechial power extension................... 25,000
(12) Other public projects....................... 230,000

Section 5. Except as otherwise provided by this act, no more than 10% of any project appropriation contained herein may be used for the administrative costs associated with the project, including the costs of a project inspector. Where the allottee under this act is an official or employee of a State government, no project inspector selected by the allottee shall be
disqualified on the grounds that he is a State official or employee.

Section 6. All funds appropriated by this act shall be allotted, managed, administered, and accounted for in accordance with applicable law, including, but not limited to, the Financial Management Act of 1979. The allottee of the funds appropriated under section 4, (1) through (7) and (9) through (12) of this act shall be the Governor of the State of Yap. The allottee of the funds appropriated under section 4(8) of this act shall be the Speaker of the Congress of the Federated States of Micronesia. The allottee of all other funds appropriated by this act shall be the President of the Federated States of Micronesia or the President's designee. In the event that the President designates the Vice President as allottee, the Vice President may designate a suballottee. The allottees shall be responsible for ensuring that these funds, or so much thereof as may be necessary, are used solely for the purpose specified in this act, and that no obligations are incurred in excess of the sum appropriated. The allottee of funds set aside for projects in Pohnpei Election District No. 2 under section 3 of this act shall not obligate funds without first consulting with the member of the Congress of the Federated States of Micronesia representing that district, and said allottee shall obligate no more than ten percent of such funds for administrative costs. The authority of the allottees to obligate funds appropriated by this act shall lapse as of September 30, 2001.

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

Passed into law w/out signature

1998