AN ACT

To further amend Public Law No. 11-54, as amended by Public Law No. 11-56, by amending sections 2 and 8 to appropriate the sum of $1,057,732 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2001, as supplemental funding for the Executive Branch and grants, subsidies and contributions; and by further amending section 19, as amended by Public Law No. 11-56, to provide allottees for the new grants, subsidies and contributions; and for other purposes.

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

Section 1. Section 2 of Public Law No. 11-54 is hereby amended to read as follows:

"Section 2. Operating expenses of the Executive Branch.

The sum of $14,346,708, 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, 2001, for the operations of the Executive Branch of the National Government during fiscal year 2001. The sum appropriated by this section shall be apportioned as follows:

(1) Office of the President


(2) Department of Foreign Affairs

(a) $3,616,658 for the outputs set forth on pages A-2-3 through A-2-16 of the budget book.

(b) Conditions on use of fund. Funds appropriated under this subsection for JCN travel and representation expenses shall not be available for obligation or disbursement until:

(i) funds appropriated for such purposes under the JCN budget have been exhausted;
(ii) JCN has provided a written report to the Committee on External Affairs of the Congress of the Federated States of Micronesia, through its Chairman, on the use of funds already obligated or disbursed, including a description of such use and an allocation among the outputs for which it was used; and

(iii) JCN has provided to said committee, in writing, signed by the JCN committee chairman and members, a detailed description of the planned use of the funds it is seeking to obligate or have disbursed.

(3) Department of Finance and Administration
$2,109,948 for the outputs set forth on pages A-3-3 through A-3-9 of the budget book.

(4) Department of Economic Affairs
$1,441,396 for the outputs set forth in pages A-4-3 through A-4-18 of the budget book.

(5) Department of Transportation, Communication and Infrastructure
$1,584,615 for the outputs set forth in pages A-5-3 through A-5-5 of the budget book.

(6) Department of Health, Education and Social Affairs
$971,512 for the outputs set forth in pages A-6-3 through A-6-14 of the budget book.

(7) Department of Justice
$3,247,641 for the outputs set forth in pages A-7-3
through A-7-6 of the budget book. Of the total funds appropriated, $519,000 shall be deemed to come from funds available under section 216(a)(1) of the Compact of Free Association for marine surveillance.

(8) FSM Public Defender

$505,148 for the outputs set forth in page A-8-3 of the budget book."

Section 2. Section 8 of Public Law No. 11-54 is hereby amended to read as follows:

"Section 8. Grants, subsidies and contributions. The sum of $4,467,148, 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, 2001, for the following grants, subsidies and contributions during fiscal year 2001. The sum appropriated by this section shall be apportioned as follows:

(1) Department of Foreign Affairs

(a) Forum Secretariat................. $ 35,000
(b) The Pacific Community.......... 30,000
(c) South Pacific Regional Environmental Program (SPREP) ......................... 7,375
(d) United Nations Economic and Social Commission for Asia and the Pacific (ESCAP) .......... 5,000
(e) UN membership fees.............. 180,000
(f) East West Center............... $ 10,000
(2) Department of Economic Affairs
(a) Pacific Island Development Program ..... 15,000
(b) Forum Fisheries Agency (FFA) ..... 21,000
(c) UN Development Program ..... 3,000
(d) Coord. Commission for Offshore Mineral Prospecting (CCOMP) ..... 8,000
(e) Plant Protection Program ..... 60,000
(f) Pacific Asian Travel Association ..... 5,000
(g) FSM Giant Clam Culture ..... 11,440
(h) FSM Coastal Fisheries Consortium ..... 11,702
(i) National Plant Protection and Quarantine Communication ..... 29,700
(j) International Pepper Association ..... 15,000
(k) EMPAT Phase II - reappropriate lapsed funds ..... 113,245
(l) NFC-OPIC loan payment, PROVIDED THAT the Department of Finance shall release these funds issued to the holder of the loan only ..... 143,212

(3) Department of Health, Education and Social Affairs
(a) UN Fund for Population Activity (UNFPA) ..... 3,000
(b) Aid to non-public schools ..... 400,000
(c) Financial assistance for students studying at CMI and PCC, PROVIDED that the program of study is not available at COM National
or State campuses .........................

$50,000

(d) Continental Airlines Scholarship 35,000
(e) World Health Organization (WHO) 41,385
(f) National Board of Nursing...... 38,000
(g) Pacific Islands Health Officers

Association (PIHOA) ....................... 20,000
(h) National Close-Up Local Program. 5,000
(i) FSM Amateur Sports Association.. 35,000
(j) Third FSM Games in Yap.......... 550,000
(k) Pohnpei Agriculture and Trade

School (PATS) ............................. 40,000

(4) Department of Justice; PROVIDED that,

no funds appropriated for Joint Law Enforcement

purposes may be used for travel or to purchase

vehicles:

(a) Kosrae Joint Law Enforcement.... 70,000
(b) Pohnpei Joint Law Enforcement... 140,000
(c) Chuuk Joint Law Enforcement...... 160,000
(d) Yap Joint Law Enforcement....... 90,000

(5) Department of Transportation,

Communication and Infrastructure

(a) Asia Pacific Telecommunity...... 9,000
(b) International Telecommunication

Union ................................. $ 57,639
(c) International Civil Aviation
1. Organization ................................ 28,050
2. (d) Micronesian Shipping Commission. 10,000
3. (e) Infrastructure Development Plan ........................................ 270,000
4. (f) Yap Outer Island infrastructure development projects including projects for outer island communities on Yap proper (matching funds) and funds to purchase real property on Yap proper for use by outer islanders ................................... 220,000
5. (6) Coconut Development Authority
6. (a) Copra Subsidy................... 200,000
7. (b) Asia Pacific Coconut Community.. 20,500
8. (7) Other grants, subsidies and contributions
9. (a) Kosrae Judiciary
10. (i) unrestricted..................... 30,000
11. (ii) law school scholarships.... 35,000
12. (b) Pohnpei Judiciary.............. 90,000
13. (c) Chuuk Judiciary................. 90,000
14. (d) Yap Judiciary
15. (i) unrestricted..................... 55,000
16. (ii) law school scholarships.... 15,000
17. (e) COM Treaty Obligation........ 25,000
18. (f) Micronesian Legal Services Corporation ................................. $ 150,000
19. (g) National Elections for Congress

6 of 11
and Constitutional Convention Delegates,

PROVIDED THAT none of these funds shall be

obligated for any expense, including personnel

expenses, incurred after May 15, 2001 ....... 400,000

(h) Pre-Constitutional Convention... 30,000

(i) Constitutional Convention...... 100,000

(j) Micronesian Red Cross Society... 67,000

(k) Chuuk Sports Facilities Gymnasium..... 60,000

(l) Yap medical supplies and equipment 50,000

(m) Kosrae Delegation Office Renovation....15,000

(n) Chuuk Delegation Office Construction

supplemental................................ 40,000

(o) Handicrafts for Congress gifts.. 18,900"

Section 3. Section 19 of Public Law No. 11-54, as amended by
Public Law No. 11-56, is hereby further amended to read as
follows:

"Section 19. Allotment and management of funds and lapse
date.

(1) General Provisions.

(a) 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.

(b) 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.

(c) No purchase order or contract for the purchase of a fixed asset with a value of $1,000 or more shall be approved until the property inventory records of the requesting entity are updated, current, and on file with the Department of Finance and Administration, in accordance with law.

(d) No purchase order or contract for the purchase of photocopying equipment, computers, or vehicles shall be approved until the requesting department or branch of government has on file, with the Department of Finance and Administration, a plan for the centralized maintenance of such equipment, computers and vehicles.

(2) Specific provisions. Within section 15, the funds appropriated to Pohnpei State under subsection (2) of this act and the funds appropriated to Chuuk State under subsection (3) of this act shall be retained in the General Fund of the Federated States of Micronesia until a scholarship recipient is identified to the President or the President's designee, at which time scholarship funds in the amount of the scholarship award shall be disbursed directly to the educational institution in the form of a two-party check payable to both the scholarship recipient and the educational institution he or she is attending.
(3) Allottees. The allottees of the funds appropriated by this act are as follows:

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

(b) section 3 - the allottee of these funds shall be the Speaker of the Congress of the Federated States of Micronesia;

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

(d) section 5 - the allottee of these funds shall be the Public Auditor;

(e) sections 6 through 16 - the allottee of these funds shall be the President of the Federated States of Micronesia or his designee; EXCEPT THAT for the following subsections of sections 6 through 16 of this act, the allottees shall be:

(i) section 8, subsection (4) - the allottee of these funds shall be the Governor of the respective State, or his designee;

(ii) section 8, subsection (5)(f) - the allottee of these funds shall be the Secretary of the Department of Transportation, Communication and Infrastructure;

(iii) section 8, subsection (7)(a), (b), (c) and (d) - the allottee of these funds shall be the Chief
Justice of the respective State;

(iv) section 8, subsection (7)(k) and (n) –
the allottee of these funds shall be the Chuuk State
Commission on Improvement Projects;

(v) section 8, subsection (7)(l) – the
allottee of these funds shall be the Governor of the
State of Yap;

(vi) section 8, subsection (7)(m) – the
allottee of these funds shall be the Secretary of the
Department of Finance and Administration;

(vii) section 13, subsection (2) – the
allottee of these funds shall be the President of the
College of Micronesia-FSM;

(viii) section 15, subsections (1), (2), (3)
and (4) – the allottee of these funds shall be the
Governor of the respective State.

(ix) section 16, subsection (8)(b) – the
allottee of these funds shall be the Chuuk State
Commission on Improvement Projects.

(4) Lapse date. The authority of the allottees to
obligate funds appropriated by this act shall lapse as of
September 30, 2001; EXCEPT THAT the authority of the
allottee to obligate funds appropriated under subsection
(5)(f) of section 8 for Yap Outer Islands shall lapse as
of September 30, 2002, and the authority of the allottee
to obligate funds appropriated by section 15(4) for post
secondary assistance for the State of Yap shall not lapse."

Section 4. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

____________________, 2000

/s/ item vetoed
Leo A. Falcam
President
Federated States of Micronesia