A BILL FOR AN ACT

To further amend Public Law No. 10-11, as amended, by amending sections 1 and 4 thereof to expand the negotiating authority of the Joint Committee on Compact Economic Negotiations, 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. 10-11, as amended by
- 2 Public Law No. 10-125, is hereby further amended to read as
- 3 follows:
- 4 "Section 1. <u>Purpose</u>. In preparation for the Compact of
- 5 Free Association negotiations scheduled to commence in
- 6 November, 1999, there is hereby established a joint
- 7 committee. With respect to said negotiations, the joint
- 8 committee shall also be empowered to renegotiate the
- 9 expiring terms of the Compact of Free Association with
- 10 the United States of America and any other Compact-
- 11 related issues."
- 12 Section 2. Section 4 of Public Law No. 10-11, as amended by
- 13 Public Law No. 10-125, is hereby further amended to read as
- 14 follows:
- "Section 4. <u>Mandate</u>. The Joint Committee on Compact
- 16 Economic Negotiations shall carry out the following
- 17 responsibilities and obligations:
- 18 (1) In consultation with the Congress, set goals and

objectives for the Compact of Free Association negotiations;

- (2) Conduct a thorough analysis of all factors relating to the Compact of Free Association negotiations;
- (3) Develop all necessary strategies and approaches to enable the Federated States of Micronesia to commence negotiating with the United States in November, 1999;
- (4) Direct its Secretariat in preparing the documentation necessary to accomplish its responsibilities hereunder;
- (5) Analyze all economic information available on the Federated States of Micronesia, with the aim of identifying the FSM's continuing requirement for reasonable, fair, and effective financial assistance from the United States of America from the year 2001 onward;
- (6) Provide reports periodically to the Congress at each regular session, and to the Office of the President, on all developments, actual or potential, positive or negative, that may be related to the renegotiation of the Compact of Free Association, including, but not limited to, new information, actions, communications, domestic and foreign policies, bilateral and multilateral plans, as well as periodic surveys

2 of 3

exploring the value of net benefits to a foreign nation 1 from an exclusive security prerogative; 3 (7) Conduct negotiations on the expiring terms of the 4 Compact of Free Association with the United States of America and any other Compact-related issues. 5 The Joint 6 Committee on Compact Economic Negotiations may delegate 7 negotiations to an individual negotiator or a 8 negotiating team. All actions taken or decisions made 9 by an individual negotiator or a negotiating team shall 10 be provisional and subject to confirmation by the Joint 11 Committee on Compact Economic Negotiations; and (8) Use funds for each separate category of expense 12 13 only up to the aggregate amount of the line-items of the 14 corresponding expense category set out in the associated appropriations bill or bills approved by Congress, and 15 16 select and hire the personnel needed to staff the 17 Secretariat, as specified in section 5 below." 18 Section 3. This act shall become law upon approval by the 19 President of the Federated States of Micronesia or upon its 20 becoming law without such approval. 21 22 Date: 5/26/03 Introduced by: /s/ Henry C. Asugar_ Henry C. Asugar 23 24

3 of 3

25