

A BILL FOR AN ACT

To further amend title 55 of the Code of the Federated States of Micronesia, as amended, by amending section 317 thereof to allow funds that were originally designated as capital project funds under section 211 of the Compact of Free Association between the Federated States of Micronesia and the United States and which remain available to be transferred to the current accounts of the National and State governments for unrestricted use, and for other purposes.

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

1 Section 1.Section 317 of title 55 of the Code of the
2 Federated States of Micronesia is hereby amended to read as
3 follows.

4 "Section 317. [~~Close out of capital project accounts~~
5 Capital project account close-out and transition.
6 Recognizing that the FSM has already met the 40%
7 requirement of section 211 of the Compact with respect
8 to capital project funds, it shall be possible, after
9 September 30, 2003, for funds to be transferred from the
10 capital account to the current account of a government
11 under certain circumstances, as set forth in subsections
12 (1) and (2) below.

13 (1) Available Compact capital project funds allotted
14 to the States or the National Government that lapse or
15 are de-appropriated pursuant to the laws of the
16 respective State or National Government shall revert to
17 the current account of the respective government upon

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