AN ACT

To amend Public Law No. 15-11, as amended by Public Laws Nos. 15-18 and 15-26, by amending sections 1, 2, 7, 8, and 9 thereof, in order to appropriate an additional $799,000 from the General Fund for fiscal year ending September 30, 2008, and for other purposes.

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

Section 1. The title of Public Law No. 15-11, as amended by Public Law No. 15-18 and 15-26, is hereby further amended to read as follows:

"To appropriate the sum of $42,417,811 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2008, for the purpose of funding the operations of all branches of the National Government of the Federated States of Micronesia, its agencies, various programs, grants, subsidies and contributions and to establish a capital and human resource development budget, and for other purposes."

Section 2. Section 1 of Public Law No. 15-11, as amended by Public Law No. 15-18 and 15-26, is hereby further amended to read as follows:

"Section 1. The sum of $42,417,811 from 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, 2008, for the purpose of funding the operations of all branches of the
National Government of the Federated States of Micronesia, its agencies, various programs, grants, subsidies and contributions and to establish a capital and human resource development budget, and for other purposes. The sum of appropriated herein shall be apportioned as follows:

Section 3. Section 2 of Public Law No. 15-11, as amended by Public Law No. 15-18 and 15-26, is hereby further amended to read as follows:

“Section 2. Operating expenses of the Executive Branch. The sum of $17,774,931 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, 2008, for the purpose of funding the operations of the Executive Branch of the National Government during the fiscal year 2008. The sum appropriated by this section shall be apportioned as follows:

(1) Office of the President. $575,621 or so much thereof as may be necessary PROVIDED THAT $10,000 from the OCE line item is used exclusively to pay the outstanding communications account with FSM Telecom for the operations of the Office of the President during the fiscal year 2008, and PROVIDED THAT $15,000 from the travel line item is to be used
exclusively for the purpose of the Presidential State Visit and Chief Executive Council Meeting. The sum appropriated herein shall be apportioned as follows:

Personnel ........................................... $ 232,766
Travel .................................................. 116,148
Contractual Services ......................... 137,000
OCE ........................................... 77,707
Fixed Assets ........................................ 12,000

(2) Department of Foreign Affairs.

$3,420,491 or so much thereof as may be necessary, PROVIDED THAT $40,000 from the OCE line item is used exclusively for the purpose of paying outstanding debts of the FSM Embassy in Washington D.C. for the operations of the Department of Foreign Affairs during the fiscal year 2008, and PROVIDED THAT $40,000 from the fixed assets line item is used exclusively for the purpose of paying for a vehicle for the Embassy in Fiji. The sum appropriated herein shall be apportioned as follows:

Personnel ........................................... $ 1,298,905
Travel .................................................. 160,887
Contractual Services ......................... 1,557,149
OCE ............................................... $ 311,050
Fixed Assets ........................................ 92,500

(3) Department of Finance and Administration.

$2,798,480 or so much thereof as may be necessary, PROVIDED THAT $20,000 from the travel line item is used exclusively for employee domestic travel for the purpose of improving tax collection rates for the operations of the Department of Finance and Administration during the fiscal year 2008, and PROVIDED THAT $50,000 from the travel line item is used exclusively for recruitment and repatriation. Of the total amount of funds appropriated herein, $184,537 shall be deemed to come from funds available under the amended Compact for Capacity Building, PROVIDED THAT, these funds shall not be allocated or obligated until such time as formal approval has been obtained in accordance with the amended Compact of Free Association. The sum appropriated herein shall be apportioned as follows:

Personnel ........................................... $ 1,170,913

Travel ............................................... 241,722

Contractual Services .............................. 1,082,088

OCE ................................................. $ 259,007
Fixed Assets ........................................... 44,750

(4) Department of Resources and Development.

$715,500 or so much thereof as may be necessary, for the operations of the Department of Resources and Development during the fiscal year 2008. Of the total funds appropriated herein, $50,000 shall be deemed to come from funds available under the amended Compact for Private Sector Grant, PROVIDED THAT, these funds shall not be allotted or obligated until such time as formal approval has been obtained in accordance with the Amended Compact of Free Association. The sum appropriated herein shall be apportioned as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
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<tbody>
<tr>
<td>Personnel</td>
<td>$449,290</td>
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<tr>
<td>Travel</td>
<td>101,252</td>
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<td>Contractual Services</td>
<td>60,275</td>
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<td>OCE</td>
<td>96,983</td>
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<tr>
<td>Fixed Assets</td>
<td>7,700</td>
</tr>
</tbody>
</table>

(5) Department of Transportation,

Communication and Infrastructure.

$1,649,024 or so much thereof as may be necessary, for the operations of the Department of Transportation, Communication
and Infrastructure during the fiscal year 2008. Of the $224,000 appropriated for the OCE line item, $150,000 shall be obligated for POL for the Caroline Voyager. The sum appropriated herein shall be apportioned as follows:

- Personnel $462,511
- Travel $93,465
- Contractual Services $865,048
- OCE $224,000
- Fixed Assets $4,000

(6) Department of Health and Social Affairs.

$1,143,544 or so much thereof as may be necessary, for the operations of the Department of Health and Social Affairs during the fiscal year 2008. Of the total funds appropriated herein, $971,467 shall be deemed to come from funds available under the amended Compact from the health sector, PROVIDED THAT, these funds shall not be allotted or obligated until such time as formal approval has been obtained in accordance with the Amended Compact of Free Association. The sum appropriated herein shall be apportioned as follows:
1 Personnel ........................................ $ 441,570  
2 Travel .......................................... 165,245  
3 Contractual Services ....................... 401,385  
4 OCE ............................................. 133,344  
5 Fixed Assets .................................. 2,000  

(7) Department of Education.  
$1,949,797 or so much thereof as may be necessary, for the operations of the Department of Education during the fiscal year 2008. Of the total funds appropriated herein, $632,769 shall be deemed to come from the funds available under the amended Compact from the education sector, and $1,288,688 supplemental education grant (SEG) for fiscal year 2007, PROVIDED THAT, these funds shall not be allotted or obligated until such time as formal approval has been obtained in accordance with the Amended Compact of Free Association. The sum appropriated herein shall be apportioned as follows:  
1 Personnel........................................... $ 299,591  
2 Travel ............................................. 36,638  
3 Contractual Services ....................... 241,434  
4 OCE ............................................. 1,372,134  
5 Fixed Assets .................................. $ -0-  

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(8) Department of Justice.

$3,388,373 or so much thereof as may be necessary, for the operations of the Department of Justice during the fiscal year 2008. Of the $1,108,959 appropriated for OCE herein, $650,000 shall be obligated for fuel cost of the FSM patrol boats, PROVIDED THAT such fund shall be used exclusively for patrol or surveillance operation. Of the $1,990,478 appropriated for Personnel herein, $80,472 shall be obligated for overtime for immigration and labor employees. The sum appropriated herein shall be apportioned as follows:

Personnel .................. $ 1,990,478
Travel ......................... 124,039
Contractual Services ........... 164,897
OCE .............................. 1,108,959
Fixed Assets ................... -0-

(9) Office of the Public Defender.

$771,932 or so much thereof as may be necessary, for the operations of the Office of the Public Defender during the fiscal year 2008. The sum appropriated herein shall be apportioned as follows:
(10) Office of Statistics, Budget, Overseas Development Assistance and Compact Management.

$1,108,351 or so much thereof as may be necessary, for the operations of the Office of Statistics, Budget, Overseas Development Assistance and Compact Management during the fiscal year 2008. Of the total funds appropriated herein, $46,798 shall be deemed to come from the funds available under the amended compact for capacity building, PROVIDED THAT, these funds shall not be allotted or obligated until such time as formal approval has been obtained in accordance with the Amended Compact of Free Association. The sum appropriated herein shall be apportioned as follows:

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
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</thead>
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<tr>
<td>Personnel</td>
<td>$604,011</td>
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<tr>
<td>Travel</td>
<td>$114,781</td>
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<td>Contractual Services</td>
<td>$252,000</td>
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<tr>
<td>OCE</td>
<td>$124,059</td>
</tr>
</tbody>
</table>

$141,022 or so much thereof as may be necessary, for the operations of the Office of Environment and Emergency Management during the fiscal year 2008. $50,000 appropriated for contractual services herein shall be deemed to come from funds available under the amended Compact for environment sector plan grant, PROVIDED THAT such fund shall not be allotted or obligated until such time as formal approval has been obtained in accordance with the Amended Compact of Free Association. The sum appropriated herein shall be apportioned as follows:

- Personnel .................................$67,521
- Travel ....................................15,828
- Contractual Services .......................50,000
- OCE ........................................7,673
- Fixed Assets ................................-0-

(12) Office of National Archives, Culture and Historic Preservation.

$112,796 or so much thereof as may be necessary, for the operations of the Office of National Archives, Culture and Historic
Preservation during the fiscal year 2008. The sum appropriated herein shall be apportioned as follows:

Personnel ........................................$84,797
Travel ............................................10,000
Contractual Services .................................-0-
OCE ...............................................10,000
Fixed Assets ..................................8,000"

Section 4. Section 7 of Public Law No. 15-11, is hereby further amended to read as follows:

"Section 7. Special Programs. The sum of $447,775 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, 2008, for the following special programs during fiscal year 2008, PROVIDED THAT in the funds appropriated in subsection (2) National Election Director, $15,000 from the travel line item may only be used to fund the special election in Chuuk State, and PROVIDED THAT in the funds appropriated in subsection (2) National Election Director $14,000 from the Contractual Services line item may only be used to fund the special election in Chuuk State and PROVIDED THAT in the funds appropriated in subsection (2) National Election Director $12,000 from the OCE line item may
only be used to fund the special election in Chuuk State. The sum appropriated by this section shall be apportioned as follows:

1. FSM Aquaculture Center.
   - Personnel: $38,617
   - Travel: $8,802
   - Contractual Services: $9,474
   - OCE: $22,389
   - Fixed Assets: $0

2. National Election Director
   - Personnel: $179,850
   - Travel: $26,993
   - Contractual Services: $42,000
   - OCE: $78,650
   - Fixed Assets: $31,000

   - $10,000, or as much thereof as may be necessary, for the operations of the National Authorizing Committee (ACP/EU) during fiscal year 2008. All funds appropriated herein shall be expended for travel.

Section 5. Section 8 of Public Law No. 15-11, as amended by Public Laws Nos. 15-18 and 15-26, is hereby further amended to read as follows:

"Section 8. Grants, Subsidies and Contributions. The sum of $6,713,405 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, 2008, for the following
grants, subsidies and contributions during fiscal year
2008. Of the total amount of funds appropriated herein,
$2,777,710 shall be deemed to come from funds available
under the amended Compact for Capacity Building,
PROVIDED THAT these funds shall not be allocated or
obligated until such time as formal approval has been
obtained with the Amended Compact of Free Association.
The sum appropriated by this section shall be
apportioned as follows:

(1) Office of the President.
   (a) Asia-Pacific Broadcasting Dev.
       (AIBD) ....................................$ 4,500
   (b) Asia-Pacific Broadcasting Union
       (ABU) ........................................ 800
   (c) Pacific Island News Assn.
       (PINA) ..................................... 350

(2) Department of Foreign Affairs.
   (a) Pacific Islands Forum Secretariat 46,000
   (b) Secretariat of the Pacific
       Community (SPC) .......................... 56,000
   (c) UN Membership fees (UN) .......... 60,000
   (d) UN Economic and Social Commission
for Asia and the Pacific (ESCAP) .......... $5,000
(e) East-West Center ................ 5,000

(3) Department of Finance and Administration.

(a) National Authorizing Comm.

Membership Fee (Cotonou) ................. 10,000
(b) CTAOCO Membership Fee .............. 4,000
(c) Maintenance fee for Financial
Management Information System ............ 60,000
(d) FMIS Project ...................... 877,710

(The total amount of funds appropriated herein shall be deemed to come from funds available under the amended Compact for Capacity Building. Of the total amount appropriated herein, $211,954 shall be deemed to come from Capacity Building sector grant awarded and appropriated in FY 2007 under Public Law No. 15-04. Of the total amount appropriated herein, $315,756 shall be deemed to come from FY 2005 carry-over fund under capacity building grant. Of the total amount, $350,000 shall be deemed to come from the FY 2008 capacity building sector grant award, and shall be used exclusively for purpose of enable the installation of the Fundware program in Chuuk State and at the FSM National
(e) Outstanding financial Obligations $ -0-

(4) Department of Resources and Development:

(a) Pacific Islands Development Program 15,000
(b) Forum Fisheries Agency (FFA) .... 21,000
(c) UN Development Program .......... 3,000
(d) Coordinating Committee for Offshore Minerals Prospecting (SOPAC) ...... 15,000
(e) Pacific Asia Travel Association . 5,000
(f) UN Environmental Program (UNEP) . 600
(g) Western Forestry Leadership Coalition .......................... 500
(h) Food Agriculture Organization (FAO) 4,700
(i) UN Framework Convention ......... 250
(j) National Association of State Foresters .......................... 500
(k) National Environmental Speech Contest .......................... 15,000
(l) FAO/TCP Matching ................. 34,508
(m) Matching for SPC Projects ....... 60,000
(n) Quarantine Services Improvement Project .......................... 50,000
(o) 2nd National Environmental Conference .......................... 13,558
(p) 18th SPREP Annual
<table>
<thead>
<tr>
<th></th>
<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td>1</td>
<td>Meeting</td>
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<td>2</td>
<td>(q) R&amp;D Conference</td>
<td>$10,000</td>
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<td>3</td>
<td>(5) Department of Health and Social Affairs</td>
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<tr>
<td></td>
<td>(a) UN Fund for Population Activity (UNFPA)</td>
<td>$3,000</td>
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<td>(b) Secretariat of the Pacific Regional Environmental Program (SPREP)</td>
<td>$7,375</td>
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<td>8</td>
<td>(c) World Health Organization (WHO)</td>
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<td>9</td>
<td>(d) National Board of Nursing</td>
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<td>10</td>
<td>(e) Pacific Islands Health Officers Association</td>
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<td>14</td>
<td>Health Organization</td>
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<td>15</td>
<td>(h) FSM Red Cross</td>
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<td>16</td>
<td>(i) UNESCO</td>
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<td>17</td>
<td>(j) NCSHPO</td>
<td>$2,760</td>
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<td>18</td>
<td>(k) PARBICA</td>
<td>$100</td>
</tr>
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<td>19</td>
<td>(l) PIALA</td>
<td>$100</td>
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<tr>
<td>20</td>
<td>(m) WHC Membership Fee</td>
<td>$54</td>
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<tr>
<td>21</td>
<td>(6) Department of Education</td>
<td></td>
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<tr>
<td>22</td>
<td>(a) Aid to Non-Public Schools</td>
<td>$450,000</td>
</tr>
<tr>
<td>23</td>
<td>(b) Financial Assistance to FSM Students attending College of Marshalls and Palau Community College</td>
<td>$50,000</td>
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</tbody>
</table>
1. (c) National Close-Up local .......... 64,000
2. (d) College of Micronesia Board
3. (COM) Annual Meeting ....................... 5,000
4. (7) Department of Transportation,
5. Communications and Infrastructure.
6. (a) Asia-Pacific Telecommunity (APT) 7,640
7. (b) International Telecommunications
8. Union (ITU) ................................ 55,000
9. (c) International Civil Aviation
10. Organization ............................... 28,050
11. (d) FSM Capital Energy/Utilities .... 400,000
12. (e) Micronesian Shipping Commission (MSC) 10,000
14. (a) Copra Subsidy ................... 50,000
15. (b) Asia Pacific Coconut
16. Community (APCC) ........................... 15,500
17. (9) Other Grants, Subsidies and Contributions.
18. (a) Kosrae Judiciary subsidy ....... 30,000
19. (b) Pohnpei Judiciary subsidy ....... 45,000
20. (c) Chuuk Judiciary subsidy ........... 45,000
21. (d) Yap Judiciary subsidy ........... 30,000
22. (e) COM Treaty Obligations .......... 25,000
23. (f) Micronesian Legal Services
24. Corporation ................................. 150,000
25. (g) States Joint Law Enforcement,
PROVIDED THAT $25,000 shall go to Kosrae State, $50,000 shall go to Pohnpei State, $50,000 shall go to Chuuk State and $25,000 shall go to Yap State ____________________$ 150,000

(h) Tuna Commission Membership ...... 16,000

(i) Disaster Assistance Emergency Fund (DAEF) Matching ....................... 200,000

(j) Micare .......................... 60,000

(k) MLFC Loan Payment ............... 196,000

(l) FY 08 Single Audit .............. 329,250

(m) Micronesia Petroleum Corporation,

PROVIDED THAT, of this amount, $525,600 shall take the form of a loan and associated bank fees, to be used to establish and maintain a reserve account with the Bank of Guam ...................... 575,600

(n) Compact Review Committee .......................... 50,000

(o) Acquiring financial management expertise for the Department of Administrative Services in Chuuk ....................... 1,500,000

(p) Chuuk Financial Control Commission 400,000

(q) National Government special recognition for lifetime sporting achievement of internationally successful weightlifter
Section 6. Section 9 of Public Law No. 15-11, as amended by Public Laws Nos. 15-18 and 15-26, is hereby further amended to read as follows:

“Section 9. Capital and Human Resources Development.

The sum of $10,800,138 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, 2008, for the following capital improvements, development programs, and projects and human resources development. The sum appropriated by this section shall be apportioned as follows:

(1) College of Micronesia-FSM.

$7,070,852, or so much thereof as may be necessary, for the operations, programs and projects of the College during fiscal year 2008. The sum appropriated herein shall be apportioned as follows:
(a) COM-FSM operations, PROVIDED THAT all funds appropriated herein shall be deemed to come from funds available under the amended Compact for
the Education Sector ...................... $ 3,800,000

(b) Fisheries and Maritime Institute .......................... 650,000

(c) COM-FSM State Campus Facility Improvement, PROVIDED THAT the sum appropriated herein shall be deemed to come from funds available under the amended Compact for Infrastructure Development Sector and,
PROVIDED THAT, these funds shall not be allotted or obligated until such time as formal approval has been obtained in accordance with the Amended Compact of Free Association ............................... 2,350,852

(d) COM-FSM Student Assist./Work Study Program ....................... 270,000

(2) Department of Finance and Administration.

(a) National Staff Upgrading ........ 50,000

(3) Department of Resources and Development.

(a) FSM Tourism Promotion ............ -0-

(b) Diversification of Energy ........ -0-

(c) Crop Production Improvement ..... -0-

(d) FSM Promotion of Micronesian-
Owned Businesses ...........................................$ 0

(e) Capacity Building for Trade Policy
Formulation, Negotiation, & Implementation . 0

(f) Privatization of Public Enters.
& Corp. Governance Reform ......................... 0

(g) Development of Fisheries Stats. . 0

(h) FSM Strategic Dev. Plan Update &
Promotion ................................................ 0

(4) Department of Transportation,
Communication and Infrastructure.

(a) FSM Multi-Purpose Bldg .............. 0

(b) Hauk Airport Extension ......... 350,000

(c) Hauk Airport Extension – land
acquisition .................................................. 150,000

(d) Capitol Rd and Drainage Improve . 0

(e) Official Residences, Palikir
(Repair of water system ....................... 0

(f) Auditor’s Office Extension.... 0

(g) Drydocking of Caroline Voyager .. 750,000

(5) Infrastructure Maintenance Fund (IMF).

(a) IMF ................................. 229,286

PROVIDED THAT $114,643 of the funds
appropriated herein shall be deemed to come
from funds available under the amended Compact
for Infrastructure Development Sector and,
Provided that, these funds shall not be allotted or obligated until such time as formal approval has been obtained in accordance with the Amended Compact of Free Association.

(6) President’s Office.

(a) FSM Trust Fund ................. $1,500,000

(b) Extn. of Presidents Conf. room .. -0-

(c) Contingency Fund ............... -0-

(d) Discretionary fund .............. -0-

(e) Question-Costs fund ............. -0-

(f) Visit of former Prime Minister Mori of Japan ..................... 50,000"

(7) Office of Statistics, Budget, Overseas Development Assistance and Compact Management.

(a) Economic Policy & Statistics Capacity Building, provided that the sum appropriated herein shall be deemed to come from funds available under the amended Compact for Capacity Building and, provided that, these funds shall not be allotted or obligated until such time as formal approval has been obtained in accordance with the Amended Compact of Free Association ............... $300,000
(b) Performance Reporting

Capacity Building, PROVIDED THAT the sum appropriated herein shall be deemed to come from funds available under the amended Compact for Capacity Building and, PROVIDED THAT, these funds shall not be allotted or obligated until such time as formal approval has been obtained in accordance with the Amended Compact of Free Association ................................ 350,000"

Section 8. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

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April 15, 2008

/s/ Manny Mori
Manny Mori
President
Federated States of Micronesia