

The President

Palikir, Pohnpei Federated States of Micronesia

July 15, 2014

The Honorable Dohsis Halbert Speaker 18th FSM Congress Palikir, Pohnpei FM 96941

RECEIVED JUL 16 2014

PRESIDENTIAL COMM. NO. 18-325 **FSM CONGRESS**

Dear Speaker Halbert:

We are returning to Congress the following Congressional Act which became Public Law 18-70:

Congressional Act No. 18-76, entitled "AN ACT TO APPROPRIATE THE SUM OF \$5,100,000 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30 2014. FOR THE PURPOSE OF FUNDING PUBLIC PROJECTS AND SOCIAL PROGRAMS IN THE STATES OF YAP, KOSRAE, POHNPEI AND CHUUK, AND FOR OTHER PURPOSES."

In transmitting this Public Law No. 18-70, I wish to reiterate my position that without public hearings held by Congress or committee reports issued by Congress, there is no clear direction to the Executive Branch on how to implement the more than 150 projects listed in the Act, most of which state only the name of the project with nothing else.

As I have stated in writing again and again, I do not oppose public projects. But, in order to implement the projects in good faith, the Executive Branch must have clear direction from Congress on the purpose and scope of the appropriations. I, and all appropriate staff including allottees, will try our very best to implement all projects in good faith. However, in cases where the project name is too general to even understand the intent of Congress, and to implement the project would mean that we are guessing at the intent of Congress, such projects will not be implemented. An example of a problem with implementation is trying to implement a project entitled "food security", without any accompanying explanation. At least three separate individuals gave me three completely different answers as to what "food security" means. My own guess is that "food security" means the distribution of rice, chicken, and any food item. We all may be incorrect as to the intent of Congress because we are all guessing. This highlights my point as to why we need public hearings and committee reports in advance of Congress passing any appropriation bill.

If projects are unable to be implemented as outlined above, Congress will have to revisit these appropriations and provide direction through committee reports or public hearings so that the Executive Branch can then carry out its duties in good faith. Without these tools to implement the projects properly, I cannot allow the Executive Branch to second guess the true intention of Congress. If you recall, we provided you a copy of the revised Project Control Document (PCD) that governs the implementation of the projects. If the PCD cannot be filled out because of missing information, then the process stops.

PRESIDENTIAL COMM. NO. 18-325
FSM CONGRESS

The Honorable Dohsis Halbert July 15, 2014 Page 2

I will be forced to hold up implementation of public projects if they fail to have enough specificity, fail to state the purpose, etc., or violate the <u>Udot</u> case. I continue to urge Congress to make the necessary changes to improve the appropriation process that is impacting effective implementation of public projects, including the holding of pre-passage consultations with constituents, holding public hearings, and providing committee reports.

Sincerely,

Manny Mori President

xc: Chief Justice, FSM Supreme Court Secretary, Department of Justice Director, Office of SBOC Legislative Counsel, CFSM Library, CFSM PIO, FSM

FEDERAL DATES OF

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

P.O. Box PS 3 Palikir, Sokehs Pohnpei State, FM 96941 Tel: (691) 320-2324 / 2338

Fax: (691) 320-5122

COMM. NO

Office of the Chief Clerk

July __//___, 2014

His Excellency Manny Mori President Federated States of Micronesia Palikir, Pohnpei FM 96941

Dear President Mori:

I have the honor to transmit herewith Congressional Act No. 18-76, "AN ACT TO APPROPRIATE THE SUM OF \$5,100,000 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2014, FOR THE PURPOSE OF FUNDING PUBLIC PROJECTS AND SOCIAL PROGRAMS IN THE STATES OF YAP, KOSRAE, POHNPEI AND CHUUK, AND FOR OTHER PURPOSES.", which was repassed on July 10, by the Eighteenth Congress of the Federated States of Micronesia, Fourth Special Session, 2014, by a three-fourths vote of all the State delegations as required and as duly certified.

Sincerely yours,

Liwiana Ramon Ioanis Chief Clerk, Congress of the Federated States of Micronesia

Enclosures



PRESIDENTIAL COMM. NO. 18-325 FSM CONGRESS

EIGHTEENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA FOURTH SPECIAL SESSION

JULY 7 - 12, 2014

PUBLIC LAW No. 18-70

An Act

TO APPROPRIATE THE SUM OF \$5,100,000 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2014, FOR THE PURPOSE OF FUNDING PUBLIC PROJECTS AND SOCIAL PROGRAMS IN THE STATES OF YAP, KOSRAE, POHNPEI AND CHUUK, AND FOR OTHER PURPOSES.

INTRODUCED BY: SENATOR TONY H. OTTO

DATE: MAY 18, 2014

REPASSED: JULY 10, 2014

Liwiana Ramon Ioan's Chief Clerk, FSM Congress



CONGRESS OF THE FEDERATED STATES OF MICRONESIA

P.O. Box PS 3 Palikir, Sokehs Pohnpei State, FM 96941 Tel: (691) 320-2324 / 2338

Fax: (691) 320-5122

PRESIDENTIAL COMM. NO. 18-325 FSM CONGRESS

ACT NO. 18-76

(CONGRESSIONAL BILL NO. 18-170, C.D.1)

I hereby certify that on July 10 the foregoing act was repassed by the Eighteenth Congress of the Federated States of Micronesia, Fourth Special Session, 2014, by a three-fourths vote of all the State delegations as required under article IX, section 2(q), of the Constitution of the Federated States of Micronesia.

ohsis Halbert

Speaker

Congress of the

Federated States of Micronesia

EIGHTEENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

FOURTH REGULAR SESSION, 2014

CONGRESSIONAL BILL NO. 18-170, C.D.1

PUBLIC LAW No. 18-70

AN ACT

To appropriate the sum of \$5,100,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2014, for the purpose of funding public projects and social programs in the States of Yap, Kosrae, Pohnpei and Chuuk, and for other purposes.

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

T	Section	Ι.	The	sum of	\$5,100,000,	or	so	much	tnereor	as	may

- 2 be necessary, is hereby appropriated from the General Fund of the
- 3 Federated States of Micronesia for the fiscal year ending
- 4 September 30, 2014, for the purpose funding public projects and
- 5 social programs in the States of Yap, Kosrae, Pohnpei and Chuuk.
- 6 The funds appropriated under this section shall be apportioned as
- 7 follows:

18

- 8 Section 2. Of the sum of \$5,100,000 appropriated by this
- 9 act, \$750,000 is apportioned for public projects and social
- 10 programs in the State of Yap.

11	State of Yap\$	750,000
12	(a) Outer Islands Marine	
13	Management workshop	20,000
14	(b) Yap Youth 2014 Summer Program	
15	activities matching	25,000
16	(c) Asor typhoon shelter	
17	supplemental funding	50,000

(d) Yap field trip services,

CBL 18-178

	PUBLIC LAW No. 1	8-70
1	POL funding\$	100,000
2	(e) Falalop, Woleai water	
3	improvement projects	80,000
4	(f) Grants and subsidies - Yap	
5	medical referral revolving fund for uninsured	
6	applicants supplemental	100,000
7	(g) Purchase of Yap transportation boat	300,000
8	(h) Yap Congressional Delegation	
9	Constituents Outreach programs	75,000
10	Section 3. Of the sum of \$5,100,000 appropriated	
11	by this act, \$750,000 is apportioned for public projects	
12	and social programs in the State of Kosrae.	
13	State of Kosrae	750,000
14	(a) BA Program	20,000
15	(b) High School Lunch Program	55,000
16	(c) We Care Referral Program	20,000
17	(d) Scholarship (University of	
18	Hawaii Law School)	20,000
19	(e) Wiyac access road improvement	5,000
20	(f) Malem Youth group	10,000
21	(g) Pilyuul Youth Center renovation.	5,000
22	(h) POL for implementation of	
23	road projects	5,000
24	(i) Kosrae High School Dining	
25	area renovation	30,000

	PUBLIC LAW No. 1 8-	70
1	(j) Kosrae Micro Finance subsidy\$	10,000
2	(k) Tafweyat Farm road	10,000
3	(1) Kosrae outreach and advocacy program	40,000
4	(m) Purchase of Senior citizens bus and	10,000
	• •	60 000
5	associated cost (spare tires, freight, POL)	60,000
6	(n) Vehicle purchase for youth	
7	group in Malem	5,000
8	(0) Lelu Town Government subsidy	20,000
9	(p) Malem municipal government subsidy	10,000
10	(q) Utwe municipal government subsidy	10,000
11	(r) Tafunsak municipal government subsidy	10,000
12	(s) Lelu municipal government subsidy	10,000
13	(t) COM-FSM students outstanding debts	20,000
14	(u) Xavier High School (tuition costs for	
15	Kosraean Students)	10,000
16	(v) Mediation Program	10,000
17	(w) Kosrae Junior Tennis	10,000
18	(x) Contractual services for	
19	security guards	10,000
20	(y) Kosrae health services/programs:	
21	(i) Pharmaceuticals	10,000
22	(ii) Dental equipment maintenance	10,000
23	(iii) Primary health care	5,000
24	(z) Students' financial assistance:	
25	(i) University of Guam	5,000

PUBLIC LAV	V Na	1_8	-7	<u> </u>
TODEIO EIII			•	•

1	(ii) University of Hawaii at
2	Hilo campus\$ 5,000
3	(iii) University of Hawaii
4	at Manoa campus 5,000
5	(aa) Youths activities/programs 10,000
6	(ab) Department of Resources and Economic Affairs
7	(i) Survey and Mapping 40,000
8	(ii) Access road/drainage 20,000
9	(ac) Malem farm road
10	(ad) Utwe-Walung circumferential road 30,000
11	(ae) Finfokoa Malem water extension 35,000
12	(af) Kosrae Port Authority subsidy 30,000
13	(ag) Kosrae Benevolent Association 5,000
14	(ah) Finsrem, Utawa access road 5,000
15	(ai) Grants and subsidies for Kosrae
16	(i) IMF local matching 70,000
17	(ii) Private sector development. 25,000
18	(aj) Scholarship — COM-FSM trail
19	counselor program 5,000"
20	Section 4. Of the sum of \$5,100,000 appropriated by this
21	act, \$1,450,000 is apportioned for public projects and social
22	programs in the State of Pohnpei.
23	State of Pohnpei
24	(1) At-Large
25	(a) Hosting cost of Micro Games 260,000

PUBLIC LAW No. 18-70

1	(b) PROVIDED THAT funds appropriated
2	herein not to be expended until the breakdown
3	is available\$ 140,000
4	(2) Election District No. 1 350,000
5	(a) Tamara loop 50,000
6	(b) Vehicle purchase
7	(c) Kapinga bridge 40,000
8	(d) Nukuoro farming rehabilitation 20,000
9	(e) Election District No. 1 subsidy. 200,000
10	(f) Sapwuafik water system 25,000
11	(3) Election District No. 2 350,000
12	(a) Nintok (Rehntu) Road relocation. 30,000
13	(b) Nanmwoat (Epwitek) road upgrade. 5,000
14	(c) Salapwuk School road paving 50,000
15	(d) Areu Pah road paving 25,000
16	(e) Nan Rohi (Pehleng) Road upgrade. 5,000
17	(f) Koapinmwoamwi road paving 25,000
18	(g) Nan Madol access road upgrade 10,000
19	(h) Pahnsapw (Section 4) road upgrade 10,000
20	(i) Women activities/programs 7,500
21	(j) Youth activities/programs 7,500
22	(k) Agriculture fair 10,000
23	(1) Purchase of coral materials 7,500
24	(m) Paies bridge (Kitti) 10,000
25	(n) Woau Kutoar road 10,000

	PUBLIC LAW No. 18-70.
1	(o) Soakoaroan (Pehleng) road upgrade \$ 10,000
2	(p) Lohd road paving
3	(q) Soamwoai (Section 1) water system 10,000
4	(r) Dioan (Kitti) water system 5,000
5	(s) Purchase of pvc pipes 10,000
6	(t) Water well drilling 10,000
7	(u) Mwudokalap power line 10,000
8	(v) Alekot power supplement 7,500
9	(w) Nan Pwoaren Ais (Madolenihmw)
10	road upgrade 10,000
11	(x) Students' financial assistance . 10,000
12	(z) Administrative support
13	services (ED#2)
14	(4) Election District No. 3
15	(a) Youth Sports Facilities
16	renovation, sports Activities &
17	equipment/supplies
18	(b) School supplies 30,000
19	(c) Students support fund 10,000
20	(d) Medical referral support 15,000
21	(e) Senior Citizen support 5,000
22	(f) Mwoakilloa Municipal
23	government subsidy
24	(g) ED#3 Community Water Projects 25,000
25	(h) Renewal Energy/Solar equipment

	PUBLIC LAW No. 1 8	- 70.
1	supplies from Remote communities\$	20,000
2	(i) ED#3 office subsidy	30,000
3	(j) ED#3 road pavement	55,000
4	(k) Parem school office	20,000
5	(1) Pingelap Municipal government subsidy	15,000
6	(m) Nett Municipal government subsidy	15,000
7	(n) U Municipal government subsidy	15,000
8	(o) Road maintenance & beautification	50,000
9	Section 5. Of the sum of \$5,100,000 appropriated by	
10	this act, \$2,150,000 is apportioned for public projects	
11	and social programs in the State of Chuuk.	
12	State of Chuuk 2,	150,000
13	(1) At-Large	400,000
14	(a) Community infrastructure &	
15	Housing renovation	80,000
16	(b) Contributions to State, Municipal and	
17	Community Activities/events/Programs	80,000
18	(c) Tonoas Goodwill Games 2014	10,000
19	(d) Municipal offices	
20	construction/renovation	30,000
21	(e) Women home economic projects	20,000
22	(f) POL/Freight/Charters	20,000
23	(g) Allottee's administrative	
24	support services	25,000
25	(h) Fishing projects	45,000

	PUBLIC LAW No. 1 8- 70	<u> </u>
1	(i) Leadership/Patients/Students	
2	Travel & COAP\$ 38,	000
3	(j) Youth activities/programs/equipment 20,	000
4	(k) Students'financial assistance 20,	000
5	(1) Mortlock Goodwill Games 2014 5,	000
6	(m) 2014 Weno Goodwill games obligations 7,	000
7	(2) Election District No. 1 350,	000
8	(a) Lien Pwikial, Lien Pwakii,	
9	Nomeisepi & Kilo I subsidy 40,	000
10	(b) Cooperative Associations,	
11	Non-governmental organizations	
12	contributions & subsidy 45,	000
13	(c) Mortlock leadership subsidy 25,	000
14	(d) Home, housing & multipurpose	
15	building improvement and renovation 100,	000
16	(e) Students financial assistance 20,	000
17	(f) Food security, relief and proverty	
18	alleviation project programs 50,	000
19	(g) Mortlocks Goodwill games and	
20	Mortlocks substate center projects 25,	000
21	(h) MIDA 25,	000
22	(i) Repatriation of remains/	
23	medical referral 10,	000
24	(j) Mortlocks mayors association 10,	000
25	(3) Election District No. 2 350,	000

	PUBLIC LAW No. 18-70.
1	(a) Housing rehabilitation\$ 40,000
2	(b) Fishing projects
3	(c) Students' financial assistance 20,000
4	(d) Food Security
5	(e) Administrative cost/office rental
6	for Election District No. 2 20,000
7	(f) Office of the Governor subsidy 10,000
8	(g) Municipal subsidy 34,000
9	(h) Public markets renovation 20,000
10	(i) Human repatriation 10,000
11	(j) Water system projects 5,000
12	(k) Road improvement/heavy
13	equipment purchase
14	(1) Land transportation need 30,000
15	(m) Weno election subsidy 7,000
16	(n) Chuuk women council 5,000
17	(o) Leadership/patients/students
18	travel need
19	(4) Election District No. 3 350,000
20	(a) Food Security
21	(b) Fishing project
22	(c) Municipal subsidy 50,000
23	(d) Leadership travel (Traditional,
24	Local and State and National governments) 30,000
25	(e) Human repatriation

	PUBLIC LAW No. 1	8-70
1	(f) Student financial assistance\$	10,000
2	(5) Election District No. 4	350,000
3	(a) Fishing project subsidy	60,000
4	(b) Low Income housing subsidy	40,000
5	(c) Humanitarian assistance subsidy.	50,000
6	(d) Youth activities and programs subsidy	30,000
7	(e) Medical referral and repatriation	
8	of human remains subsidy	20,000
9	(f) Administrative cost for Faichuk	
10	Development Authority	20,000
11	(g) Fishing markets subsidy	10,000
12	(h) Sewing Project subsidy	20,000
13	(i) Municipal governments' subsidy	80,000
14	(j) Students financial assistance	20,000
15	(6) Election District No. 5	350,000
16	(a) Fishing equipment and/or supplies	171,000
17	(b) Computer labs for two high	
18	schools (Pattiw & Halls Islands)	60,000
19	(c) Houk ordination	10,000
20	(d) Post Secondary financial grants	
21	for school year 2015, Provided that students	
22	GPA is not less than 2.5	20,000
23	(e) Contractual Services for Hall	
24	Islands Junior High School (one cook and four	
25	housemothers/fathers)	15,000

	TODLIO LAW INC. 1 O TO
1	(f) Polowat youth activities\$ 5,000
2	(g) Houk youth activities 5,000
3	(h) Tamatam women store 5,000
4	(i) Prior obligation for boat charters 13,000
5	(j) Seedling projects for farmers 5,000
6	(k) Water tanks
7	(1) Northwest Islands Development
8	Authority operation, database and internet setup 10,000
9	(m) Contractual service for grant writer 3,000
10	(n) Northwest Island Development
11	Authority expenses
12	Section 6. Allotment and management of funds and lapse date.
13	All funds appropriated by this act shall be allotted, managed,
14	administered and accounted for in accordance with applicable laws,
15	including, but not limited to, the Financial Management Act of
16	1979. The allottee shall be responsible for ensuring that these
17	funds, or so much thereof as may be necessary, are used solely for
18	the purpose specified in this act, and that no obligations are
19	incurred in excess of the sum appropriated. The allottee of the
20	funds appropriated under section 2 of this act shall be the
21	Governor of Yap State. The allottee of funds appropriated under
22	sections 3 and 4 of this act shall be the President of the
23	Federated States of Micronesia or his designee EXCEPT THAT the
24	funds appropriated under subsections a, b, c, d, e, f, g, h, i, j,
25	k, l, m, n, o, s, t, u, v, w, x and ag, ah and aj of this act

PUBLIC LAW No. 18-70

Ţ	shall be the Mayor of Lelu Town Government or his designee. The
2	allottee of funds appropriated under subsections 5(1) and 5(3) of
3	this act shall be the Governor of Chuuk State or his designee.
4	The allottee of funds appropriated under subsection 5(2) of this
5	act shall be the Mortlock Islands Development Authority. The
6	allottee of funds appropriated under subsection 5(4) of this act
7	shall be the Southern Namoneas Development Authority. The
8	allottee of funds appropriated under subsection 5(5) of this act
9	shall be the Faichuk Development Authority. The allottee of funds
10	appropriated under subsection 5(6) of this act shall be the
11	General Manager of the Northwest Island Development Authority.
12	The authority of the allottee to obligate funds appropriated by
13	this act shall lapse on September 30, 2015.
14	Section 7. This act shall become law upon approval by the
15	President of the Federated States of Micronesia or upon its
16	becoming law without such approval.
17	
18	
19	
20	, 2014
21	
22	
23	0
24	Override 7-10-14 Manny Mori President
25	President Federated States of Micronesia