
A BILL FOR AN ACT

To appropriate a supplemental budget in the amount of \$3,029,207 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2016, by amending sections 1, 2, 8, 9 and 11 of Public Law No. 19-32, as amended by Public Law No. 19-45 and 19-61, 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. 19-32, as amended
2 by Public Law No. 19-45 and 19-61, is hereby further amended to
3 read as follows:

4 "Section 1. Title. The title of this act is as
5 follows: To appropriate the sum of \$[~~77,448,555~~
6 80,477,762 from the General Fund of the Federated
7 States of Micronesia for the fiscal year ending
8 September 30, 2016, for the purpose of funding the
9 operations of all branches of the National Government
10 of the Federated States of Micronesia, its agencies,
11 various programs, grants, subsidies and contributions
12 and Capital and Human Resources Development. The
13 National Government's share of the Amended Compact
14 funds has been reduced to zero except that the
15 National Government will retain 10 percent of the
16 Supplemental Education Grant funds as is reflected in
17 the budget for the Department of Education. The sum
18 appropriated herein shall be apportioned as follows:"

1 Section 2. Section 2 of Public Law No. 19-32, as amended
 2 by Public Laws Nos. 19-45 and 19-61, is hereby amended to read
 3 as follows:

4 "Section 2. Operating expenses of the Executive
 5 Branch. The sum of \$~~[19,285,699]~~ 19,459,404, or
 6 so much thereof as may be necessary, is hereby
 7 appropriated from the General Fund of the
 8 Federated States of Micronesia for the fiscal
 9 year ending September 30, 2016, for the purpose
 10 of funding the operations of the Executive
 11 Branch of the National Government during the
 12 fiscal year 2016. The sum appropriated by this
 13 section shall be apportioned as follows:

14 (1) Office of the President.

15 The sum of \$~~[1,312,494]~~ 1,462,494, or so much
 16 thereof as may be necessary, for the operations
 17 of the Office of the President during the fiscal
 18 year 2016. The sum appropriated herein shall be
 19 apportioned as follows:

20	Personnel	\$	468,640
21	Travel	[255,354]	<u>320,354</u>
22	Contractual Services.....	[476,000]	<u>536,000</u>
23	OCE	[110,000]	<u>135,000</u>
24	Fixed Assets		2,500

25 (2) Department of Foreign Affairs.

1 The sum of \$4,594,168, or so much thereof as may
 2 be necessary, for the operations of the
 3 Department of Foreign Affairs during the fiscal
 4 year 2016. The sum appropriated herein shall be
 5 apportioned as follows:

6	Personnel	\$ 1,340,092
7	Travel	284,899
8	Contractual Services.....	2,558,645
9	OCE	324,632
10	Fixed Assets	85,900

11 (3) Department of Finance and Administration.

12 The sum of \$2,566,833, or so much thereof as may
 13 be necessary, for the operations of the
 14 Department of Finance and Administration during
 15 the fiscal year 2016. The sum appropriated
 16 herein shall be apportioned as follows:

17	Personnel	\$ 1,718,842
18	Travel	215,401
19	Contractual Services.....	348,966
20	OCE	273,124
21	Fixed Assets	10,500

22 (4) Department of Resources and Development.

23 The sum of \$1,291,214, or so much thereof as may
 24 be necessary, for the operations of the
 25 Department of Resources and Development during

1 the fiscal year 2016. The sum appropriated
 2 herein shall be apportioned as follows:

3	Personnel	\$	831,535
4	Travel		170,202
5	Contractual Services.....		78,157
6	OCE		180,320
7	Fixed Assets		31,000

8 (5) Department of Transportation,
 9 Communications and Infrastructure.

10 The sum of \$3,132,879, or so much thereof as may
 11 be necessary, for the operations of the
 12 Department of Transportation, Communications and
 13 Infrastructure during the fiscal year 2016. The
 14 sum appropriated herein shall be apportioned as
 15 follows:

16	Personnel	\$	773,443
17	Travel		237,355
18	Contractual Services.....		2,040,136
19	OCE		73,645
20	Fixed Assets		8,300

21 (6) Department of Health and Social Affairs.

22 The sum of \$779,949, or so much thereof as may
 23 be necessary, for the operations of the
 24 Department of Health and Social Affairs during
 25 the fiscal year 2016. The sum appropriated

1 herein shall be apportioned as follows:

2	Personnel	\$	440,848
3	Travel		130,316
4	Contractual Services.....		108,617
5	OCE		100,168
6	Fixed Assets		-0-

7 (7) Department of Education.

8 The sum of \$849,723, or so much thereof as may
9 be necessary, for the operations of the
10 Department of Education during the fiscal year
11 2016. Of the total amount of funds appropriated
12 herein, \$366,598 shall be deemed to come from
13 funds available under the Supplemental Education
14 Grant. The sum appropriated herein shall be
15 apportioned as follows:

16	Personnel	\$	441,204
17	Travel		154,793
18	Contractual Services.....		168,393
19	OCE		77,833
20	Fixed Assets		7,500

21 (8) Department of Justice.

22 The sum of \$3,330,571, or so much thereof as may
23 be necessary, for the operations of the
24 Department of Justice during the fiscal year
25 2016. The sum appropriated herein shall be

1 apportioned as follows:

2	Personnel\$[2,351,938]	<u>2,364,373</u>
3	Travel		158,548
4	Contractual Services.....		309,160
5	OCE	[329,125]	<u>340,395</u>
6	Fixed Assets		181,800

7 (9) Office of the Public Defender.

8 The sum of \$918,421, or so much thereof as may
 9 be necessary, for the operations of the Office
 10 of the Public Defender during the fiscal year
 11 2016. The sum appropriated herein shall be
 12 apportioned as follows:

13	Personnel\$	663,970
14	Travel		72,812
15	Contractual Services.....		73,239
16	OCE		77,900
17	Fixed Assets		30,500

18 (10) Office of Environment and Emergency
 19 Management.

20 The sum of \$312,441, or so much thereof as may
 21 be necessary, for the operations of the Office
 22 of Environment and Emergency Management during
 23 the fiscal year 2016. The sum appropriated
 24 herein shall be apportioned as follows:

25	Personnel\$	181,465
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1	Travel	\$	90,066
2	Contractual Services.....		18,450
3	OCE		22,460
4	Fixed Assets		-0-

5 (11) Office of National Archives, Culture and
6 Historic Preservation.

7 The sum of \$197,006, or so much thereof as may
8 be necessary, for the operations of the Office
9 of National Archives, Culture and Historic
10 Preservation during the fiscal year 2016. The
11 sum appropriated herein shall be apportioned as
12 follows:

13	Personnel	\$	117,176
14	Travel		34,503
15	Contractual Services.....		10,425
16	OCE		22,102
17	Fixed Assets		12,800"

18 Section 3. Section 8 of Public Law No. 19-32, as amended
19 by Public Law No. 19-45 and 19-61, is hereby further amended to
20 read as follows:

21 "Section 8. Grants, Subsidies and Contributions. The
22 sum of \$[~~11,483,916~~] 12,333,891, or so much thereof as
23 may be necessary, is hereby appropriated from the
24 General Fund of the Federated States of Micronesia for
25 the fiscal year ending September 30, 2016 for the

1	following grants, subsidies and contributions during	
2	the fiscal year 2016. The sum appropriated by this	
3	section shall be apportioned as follows:	
4	(1) <u>Office of the President.</u>	
5	(a) Asia-Pacific Broadcasting Dev.(AIBD) \$	4,500
6	(b) Asia-Pacific Broadcasting Union (ABU)	800
7	(c) Pacific Island News Assn. (PINA)	350
8	(d) 2023 Action Plan	
9	Implementation	-0-
10	(e) Asia Pacific Investment	250
11	(f) Former Presidents' allowance....	50,000
12	(g) <u>ODA reimbursement of interest</u>	
13	<u>to European Union</u>	<u>17,705</u>
14	(2) <u>Department of Foreign Affairs.</u>	
15	(a) Pacific Is. Forum Secretariat...	46,000
16	(b) Secretariat of the Pacific	
17	Community (SPC)	56,000
18	(c) UN Membership Fee	70,000
19	(d) UN Economic and Social Commission	
20	for Asia and the Pacific (ESCAP)	5,000
21	(e) East West Center	5,000
22	(f) Cotonou Membership Fee	15,000
23	(g) SPC Office Rental	45,000
24	(h) FSM-China Diplomatic Relations..	25,000
25	(i) Pacific Island Forum... [500,000]	<u>1,250,000</u>

1	(3) <u>Department of Finance and Administration.</u>	
2	(a) OCO Membership Fee.....\$	14,024
3	(b) Maintenance Fee for FMIS.....	55,000
4	(c) FSM Group Life.....	25,000
5	(4) <u>Department of Resources and Development.</u>	
6	(a) Pacific Islands Development Program	15,000
7	(b) Forum Fisheries.....	38,918
8	(c) UNDP.....	30,000
9	(d) South Pacific Applied Geoscience	
10	Comm. (SOPAC).....	15,000
11	(e) Pacific Asia Travel Association.	5,000
12	(f) Micronesian Challenge Endowment.	50,000
13	(g) Western Forestry Leadership Coalition	530
14	(h) Food Agriculture Organization (FAO)	4,800
15	(i) Matching for SPC Projects.....	60,000
16	(j) Micronesian Challenge.....	10,000
17	(k) Micronesian Cruise Assoc.....	2,500
18	(l) International Animal Health	
19	Organization (OIE).....	23,000
20	(m) IRENA.....	250
21	(n) Micronesia Trade Cmte.....	30,000
22	(o) Convention on Biological	
23	Diversity (CBD).....	1,000
24	(p) South Pacific Tourism Organization	
25	(SPTO).....	54,000

1	(q) International Fund for Agriculture	
2	Development	\$ 500
3	(5) <u>Department of Health and Social Affairs.</u>	
4	(a) UN Fund for Population Activity	
5	(UNFPA)	3,000
6	(b) World Health Organization (WHO) .	4,000
7	(c) National Board of Nursing	
8	& Med Licensing	20,000
9	(d) Pacific Islands Health Officers	
10	Association (PIHOA)	20,000
11	(e) FSM Amateur Sports Association .	20,000
12	(f) Association of Territorial	
13	Health Organization	7,000
14	(g) FSM Red Cross	70,000
15	(h) UNICEP (vaccines)	50,000
16	(i) UN Women	1,000
17	(j) <u>WHO unpaid membership</u>	
18	<u>dues FY14 & FY15</u>	<u>9,300</u>
19	(k) <u>PIHOA unpaid membership dues</u>	
20	<u>FY14 & FY15</u>	<u>5,000</u>
21	(l) <u>Reimbursement to UNFPA</u>	
22	<u>as cited by audit</u>	<u>26,214</u>
23	(6) <u>Department of Education.</u>	
24	(a) Aid for Non-Public Schools.....	600,000
25	(b) Financial Assistance to FSM students	

1	attending CMI	\$	40,000
2	(c) Financial Assistance to FSM students		
3	attending PCC		150,000
4	(d) National Scholarship; PROVIDED THAT,		
5	the funds are prioritized according to		
6	designated areas of priority study which		
7	include: law, medicine,		
8	accounting/economics/business, and engineering.		
9	Incoming freshmen majoring in liberal arts		
10	(including pre-law and pre-med) must		
11	maintain a G.P.A. of 2.0		2,000,000
12	(e) National Close-Up.....		75,000
13	(f) National Merit Scholarship.....		150,000
14	(g) COM Board annual meeting.....		5,000
15	(h) Caroline College and		
16	Pastoral Institute (CCPI)		50,000
17	(i) Faithwalk Christian College...		50,000
18	(j) COM-FSM – unpaid tuition to SDSU		316,000
19	(7) <u>Department of Transportation,</u>		
20	<u>Communication and Infrastructure.</u>		
21	(a) Asia Pacific Telecommunity (APT)		11,000
22	(b) International Telecommunications		
23	Union (ITU).....		104,163
24	(c) International Civil Aviation		
25	Organization.....		28,050

1	(d) FSM Capital Energy/Utilities..\$	700,000
2	(e) Micronesian Shipping Comm.....	25,000
3	(8) <u>Department of Justice.</u>	
4	(a) DOJ Fuel Subsidy.....	200,000
5	(b) Kosrae Joint Law Enforcement...	30,000
6	(c) Pohnpei Joint Law Enforcement..	50,000
7	(d) Chuuk Joint Law Enforcement....	50,000
8	(e) Yap Joint Law Enforcement.	30,000
9	(f) Chuuk Health Care Plan	
10	Court Judgment	80,777
11	(g) <u>SAR – Fuel to Micronesia/</u>	
12	<u>Independence</u>	<u>41,756</u>
13	(9) <u>Congress of the Federated States of</u>	
14	<u>Micronesia</u>	
15	(a) IPU Conference	50,000
16	(b) Climate Change Conferences	30,000
17	(c) APPU/APPF	30,400
18	(d) Staff Upgrade/Law of the	
19	Sea Training	50,000
20	(e) World Bank/IMF Annual Meeting...	50,000
21	(f) FSM/Israel Parliamentarian	
22	Friendship Link	100,000
23	(g) MLC Conference	60,000
24	(h) FSM/Japan Parliamentarian	
25	Friendship Link	50,000

1	(i) China Parliamentarian Visit....\$	18,800
2	(j) FSM Congress/Cuban National Assembly	
3	Parliamentary Relations	50,000
4	(k) National Olympic Committee -	
5	Assistance for Jennifer Chieng	25,000
6	(l) FSM-French Parliamentarian	
7	Friendship Link	46,800
8	(m) ACP.....	50,000
9	(n) Fisheries Meetings (WCPFC, PNA, NORMA	
10	Bilateral Access Consultations, U.S.	
11	Treaty Negotiations, and others)	70,000
12	(o) MRA Conference in Japan.....	20,000
13	(p) Contribution to IPU, of which up	
14	to \$12,500 may be used to pay overdue	
15	membership fees	112,500
16	(q) IPU annual dues.....	10,000
17	(r) IPU Assembly in Zambia.....	50,000
18	(s) Crans Montana Forum in Morocco..	50,000
19	(t) Wilshire Investment Conference &	
20	meetings with constituents in the U.S	50,000
21	(10) <u>Office of E.E.M.</u>	
22	(a) SPREP.....	10,184
23	(b) UNEP.....	760
24	(c) SPREP/Noumea Convention.....	1,764
25	(d) Waigani Convention.....	1,190

1	(e) UN Convention to Combat	
2	Desertification	\$ 120
3	(f) UN Framework Convention (UNFCCC) .	250
4	(g) Earth Day Activities	15,000
5	(h) EPA Director's Meeting	20,000
6	(i) 5th Bi-Annual	
7	Environmental Conference	20,000
8	(j) Disaster Assistance Emergency	
9	Fund (DAEF) Matching	200,000
10	(11) <u>Office of NACHP</u>	
11	(a) UNESCO	4,000
12	(b) NCSHPO	2,760
13	(c) PARBICA	100
14	(d) PIALA	100
15	(e) WHC Membership Fee	54
16	(12) <u>Other Grants, Subsidies and Contributions.</u>	
17	(a) Kosrae Judiciary Subsidy	35,000
18	(b) Pohnpei Judiciary Subsidy	55,000
19	(c) Chuuk Judiciary Subsidy	55,000
20	(d) Yap Judiciary Subsidy	35,000
21	(e) COM Treaty Obligations	25,000
22	(f) Micronesian Legal Services	
23	Corporation	250,000
24	(g) MiCare	80,000
25	(h) MLFC Loan Payment	200,000

1	(i) Single Audit.....	\$ 445,000
2	(j) FSM Social Security.....	2,000,000
3	(k) Staff Housing.....	510,000
4	(l) Recruitment and repatriation....	223,218
5	(m) WCPFC Membership.....	108,504
6	(n) UN Mission Legal Counsel Travel.	15,000"

7 Section 4. Section 9 of Public Law No. 19-32, as amended
 8 by Public Laws. Nos. 19-45 and 19-61, is hereby amended to read
 9 as follows:

10 "Section 9. Capital and Human Resources
 11 Development.
 12 The sum of \$[~~37,162,148~~] 39,167,675, or so much
 13 thereof as may be necessary, is hereby
 14 appropriated from the General Fund of the
 15 Federated States of Micronesia for the fiscal
 16 year ending September 30, 2016, for the
 17 following capital improvements, development
 18 programs, and projects and human resources
 19 development. Of the total amount of funds
 20 appropriated herein, \$689,598 shall be deemed to
 21 come from funds available under the Amended
 22 Compact from the Supplemental Education Grant.
 23 The sum appropriated by this section shall be
 24 apportioned as follows:

- 25 (1) College of Micronesia – FSM.

1	(a) College of Micronesia-FSM.....	\$ 3,800,000
2	(b) FSM Fisheries and Maritime Institute	833,915
3	(c) COM-FSM SEG.....	683,948
4	(2) <u>Department of Finance & Administration</u>	
5	(a) FSM Warehouse Lease & Maintenance	100,000
6	(b) PCD Awareness Initiative.....	15,000
7	(3) <u>Department of Resources & Development</u>	
8	(a) FSM Assn. Chamber of Commerce..	67,000
9	(b) State Trade Fairs enhancing	
10	value addition	40,000
11	(c) SNLC.....	50,000
12	(d) FSM Agriculture Census.....	-0-
13	(e) SBDC Capacity Assessment.....	-0-
14	(f) National Trade Facilitation	
15	Conference (NTFC)	75,000
16	(g) Food Security Production.....	100,000
17	(h) Secretariat/Hosting conference,	
18	equipment, materials	10,000
19	(i) Foreign Investment Review	-0-
20	(j) Implement National Tourism Policy	35,000
21	(k) Trade Advisory Service.....	-0-
22	(l) Tourism Advisory Service.....	-0-
23	(m) Assistance to States for Tourism	
24	Investment Plan Implementation	1,951,201
25	(n) Phase II Foreign Investment Review	18,278

1	(4) <u>Department of Transportation,</u>	
2	<u>Communications and Infrastructure.</u>	
3	(a) Outer Island Airport Improvement	\$ 1,500,000
4	(b) Capital Facilities Rehabilitation	500,000
5	(c) Sekere-Palikir Road, Bridge,	
6	and Pavement Drainage	300,000
7	(d) Operation & Drydocking Boats....	2,500,000
8	(e) Caroline Island Air.....	150,000
9	(f) Chuuk Air Service Agreement	250,000
10	(g) Equipment replacement for Voyager	211,100
11	(h) Radar Replacement.....	78,700
12	(i) AIP Matching Funds .. [1,860,075]	<u>3,720,152</u>
13	(j) <u>Cost to install water on Voyager</u>	
14	<u>to produce more water for distribution to outer</u>	
15	<u>island in times of emergency</u>	<u>138,450</u>
16	(5) <u>Department of Justice</u>	
17	(a) Patrol boat major	
18	maintenance project	125,000
19	(b) Hosting of PILON Meeting	20,000
20	(c) Humanitarian assistance to detained	
21	foreign nationals in the state of Yap	25,000
22	(d) Anti-trafficking in persons & anti-	
23	human smuggling	30,000
24	(6) <u>Office of Environment & Emergency</u>	
25	<u>Management</u>	

1	(a) Fostering Sustainable Solid	
2	Waste Mng	\$ 125,000
3	(7) <u>President's Office</u>	
4	(a) FSM Trust Fund.....	10,000,000
5	(b) Staff upgrading.....	100,000
6	(c) 2023 Investment Development Fund	-0-
7	(d) Implementation of ODA Policy ...	50,000
8	(e) 2016 Development Partners Meeting	75,000
9	(f) Compact Review Committee.....	50,000
10	(g) Purchase of land in Guam for	
11	relocation of the Consulate Office	2,000,000
12	(8) <u>National Election.</u>	
13	(a) National Election (voter ID)....	50,000
14	(9) <u>Department of Health and Social Affairs</u>	
15	(a) Health Services Specialty Pathologist	50,000
16	(b) Environmental/water/food/lab test	78,000
17	(c) Medical Specialized Team.....	195,000
18	(d) Health Network.....	-0-
19	(10) <u>Department of Education</u>	
20	(a) NDOE Projects.....	395,000
21	(11) <u>Insurance Board.</u>	
22	(a) Improve and strengthen statutory	
23	and regulatory framework	29,409
24	(b) Consultant Site Evaluation.....	99,220
25	(12) <u>Other Capital and Human Resource</u>	

1	<u>Development.</u>	
2	(a) Chuuk State Priority Infrastructure	
3	Project apportioned as follows:	
4	(i) 4G network upgrade for main	
5	island of Chuuk and mobile extension to the	
6	outer islands of Chuuk	\$ 1,500,000
7	(ii) Other Chuuk State Priority	
8	Infrastructure Projects	2,750,000
9	(b) Pohnpei State Priority	
10	Infrastructure Projects	-0-
11	(c) Kosrae State Priority	
12	Infrastructure Projects	1,500,000
13	(d) Yap State Priority Infrastructure	
14	Projects; PROVIDED THAT, the allottee submits	
15	both a plan outlining the use of the funds	
16	and a report detailing the use of the Priority	
17	Infrastructure Project funds	
18	appropriated in FY15	1,750,000
19	(e) FSM Foreign Mission Repair	
20	& Maintenance	300,000
21	(f) Renovation of the Supreme Court in	
22	Kosrae & Chief Justice of Kosrae	
23	Travel to Samoa	75,000
24	(g) Renovation of Chuuk State	
25	Supreme Court	100,000

1	(h) Typhoon Shutters for FSM	
2	Supreme Court in Yap	\$ 30,000
3	(i) Renovation of the Chuuk	
4	Delegation Office	50,000
5	(j) Foreign Affairs-FSM	
6	Contribution for SPC Hosting	228,000
7	(k) NACH-Pacific Island Festival	
8	of Arts - Pohnpei	50,000
9	(l) NACH-Pacific Island Festival	
10	of Arts - Yap	50,000
11	(m) NACH-Pacific Island Festival	
12	of Arts - Kosrae	50,000
13	(n) NACH-Pacific Island Festival	
14	of Arts - Chuuk	50,000
15	(o) Postal Service prior-obligation.	8,302
16	(p) Upgrade FSM Congress Internet to	
17	Fiber Optic	25,000
18	(q) Pacific Assoc. of Supreme Audit	
19	Institutions Meeting	20,000
20	(r) <u>Office of Public Defender</u>	
21	<u>prior-obligations</u>	<u>2,900"</u>

22 Section 5. Section 11 of Public Law No. 19-32 is
 23 hereby amended to read as follows:

24 Section 11. Reprogramming. Reprogramming of funds
 25 into or from the personnel budget line item shall not be

1 permitted. The President, Speaker, Chief Justice and
2 Public Auditor may reprogram up to 10% percent to or from
3 the funds appropriated in sections 2 (Operating expenses
4 of the Executive Branch), 3 (Operating expenses of the
5 Legislative Branch), 4 (Operating expenses of the National
6 Judicial Branch), and 5 (Operating expenses of the
7 National Public Auditor). Reprogramming of funds within a
8 department, office or agency shall be effected by the head
9 of such department, office or agency by specifying in
10 writing to the Secretary of the Department of Finance and
11 Administration of the FSM National Government, the
12 accounts for which funding is either increased or
13 decreased. For one time only, reprogramming is permitted
14 of the remaining \$6,000 from fixed assets to personnel of
15 the National Election Office in section 7 of Public Law
16 No. 19-32 in order to pay for the actingship as election
17 commissioner in Chuuk from prior year fiscal year as well
18 as prior year obligations to Chuuk Public Utility
19 Corporation. Reprogramming other than as specified herein
20 is not permitted, and more specifically, reprogramming
21 into or out of any line item contained in section 8
22 (Grants, Subsidies and Contributions) or section 9
23 (Investment: Capital and Human Resources) is not
24 permitted. The President shall report to Congress within
25 one month of the last day of each financial quarter all

1 amounts reprogrammed inter or intra a department, office
2 or agency.

3 Section 6. This act shall become law upon approval by the
4 President of the Federated States of Micronesia or upon its
5 becoming law without such approval.

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7 Date: 5/19/16

Introduced by: for Joseph J. Urusemal
Florencio S. Harper
(by request)

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