
A BILL FOR AN ACT

To appropriate a supplemental budget in the amount of \$1,286,682 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 Laws No. 19-45, 19-61 and 19-83 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 by
2 Public Laws No. 19-45, 19-61 and 19-83, is hereby further
3 amended to read as follows:

4 "Section 1. Purpose. The purpose of this act is as
5 follows: To appropriate the sum of \$~~[79,917,215]~~
6 80,703,886 from the General Fund of the Federated States
7 of Micronesia for the fiscal year ending September 30,
8 2016, for the purpose of funding the operations of all
9 branches of the National Government of the Federated
10 States of Micronesia, its agencies, various programs,
11 grants, subsidies and contributions and Capital and Human
12 Resources Development. The National Government's share
13 of the Amended Compact funds has been reduced to zero
14 except that the National Government will retain 10
15 percent of the Supplemental Education Grant funds as is
16 reflected in the budget for the Department of Education.
17 The sum appropriated herein shall be apportioned as
18 follows:"

1 Section 2. Section 2 of Public Law No. 19-32 is hereby
 2 amended to read as follows:

3 "Section 2. Operating expenses of the Executive
 4 Branch. The sum of \$~~[19,385,699]~~ 19,588,898, or
 5 so much thereof as may be necessary, is hereby
 6 appropriated from the General Fund of the
 7 Federated States of Micronesia for the fiscal
 8 year ending September 30, 2016, for the purpose
 9 of funding the operations of the Executive
 10 Branch of the National Government during the
 11 fiscal year 2016. The sum appropriated by this
 12 section shall be apportioned as follows:

13 (1) Office of the President.

14 The sum of \$~~[1,412,494]~~ 1,512,494, or so much
 15 thereof as may be necessary, for the operations
 16 of the Office of the President during the fiscal
 17 year 2016. The sum appropriated herein shall be
 18 apportioned as follows:

19	Personnel	\$	468,640
20	Travel	[285,354]	<u>345,354</u>
21	Contractual Services.....	[536,000]	<u>566,000</u>
22	OCE	[120,000]	<u>130,000</u>
23	Fixed Assets		2,500

24 (2) Department of Foreign Affairs.

25 The sum of \$4,594,168, or so much thereof as may

1 be necessary, for the operations of the
 2 Department of Foreign Affairs during the fiscal
 3 year 2016. The sum appropriated herein shall be
 4 apportioned as follows:

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

10 (3) Department of Finance and Administration.

11 The sum of \$~~[2,566,833]~~ 2,586,833, or so much
 12 thereof as may be necessary, for the operations
 13 of the Department of Finance and Administration
 14 during the fiscal year 2016. The sum
 15 appropriated herein shall be apportioned as
 16 follows:

17	Personnel	\$ 1,718,842
18	Travel	215,401
19	Contractual Services.....	348,966
20	OCE	[273,124] <u>293,124</u>
21	Fixed Assets	10,500

22 (4) Department of Resources and Development.

23 The sum of \$~~[1,291,214]~~ 1,299,414, or so much
 24 thereof as may be necessary, for the operations
 25 of the Department of Resources and Development

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

4	Personnel	\$	831,535
5	Travel	[170,202]	<u>178,402</u>
6	Contractual Services.....		78,157
7	OCE		180,320
8	Fixed Assets		31,000

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

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

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

22 (6) Department of Health and Social Affairs.

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

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

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

8 (7) Department of Education.

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

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

22 (8) Department of Justice.

23 The sum of \$~~[3,330,571]~~ 3,405,571, or so much
 24 thereof as may be necessary, for the operations
 25 of the Department of Justice during the fiscal

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

3	Personnel	\$ 2,351,938
4	Travel[158,548]	<u>178,548</u>
5	Contractual Services.....[309,160]	<u>314,160</u>
6	OCE	329,125
7	Fixed Assets[181,800]	<u>231,800</u>

8 (9) Office of the Public Defender.

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

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

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

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

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

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

The sum of \$197,006, 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 2016. The sum appropriated herein shall be apportioned as follows:

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

19 Section 3. Section 8 of Public Law No. 19-32, as amended
20 by Public Laws Nos. 19-45, 19-61 and 19-83, is hereby further
21 amended to read as follows:

22 "Section 8. Grants, Subsidies and Contributions.

23 The sum of \$[~~11,808,216~~] 12,199,590, or so much
24 thereof as may be necessary, is hereby appropriated
25 from the General Fund of the Federated States of

1 Micronesia for the fiscal year ending September 30,
 2 2016 for the following grants, subsidies and
 3 contributions during the fiscal year 2016. The sum
 4 appropriated by this section shall be apportioned as
 5 follows:

6	(1) <u>Office of the President.</u>	
7	(a) Asia-Pacific Broadcasting Dev.(AIBD) \$	4,500
8	(b) Asia-Pacific Broadcasting Union (ABU)	800
9	(c) Pacific Island News Assn. (PINA)	350
10	(d) 2023 Action Plan	
11	Implementation	-0-
12	(e) Asia Pacific Investment	250
13	(f) Former Presidents' allowance....	50,000
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. [1,000,000]	<u>1,300,000</u>

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

1	(o) Convention on Biological	
2	Diversity (CBD)	\$ 1,000
3	(p) South Pacific Tourism	
4	Organization (SPTO)	54,000
5	(q) International Fund for Agriculture	
6	Development	500
7	(5) <u>Department of Health and Social Affairs.</u>	
8	(a) UN Fund for Population Activity	
9	(UNFPA)	3,000
10	(b) World Health Organization (WHO) .	4,000
11	(c) National Board of Nursing	
12	& Med Licensing	20,000
13	(d) Pacific Islands Health Officers	
14	Association (PIHOA)	20,000
15	(e) FSM Amateur Sports Association .	20,000
16	(f) Association of Territorial	
17	Health Organization	7,000
18	(g) FSM Red Cross	70,000
19	(h) UNICEP (vaccines)	50,000
20	(i) UN Women	1,000
21	(j) WHO unpaid membership dues	
22	FY14 & FY15	9,300
23	(k) PIHOA unpaid membership	
24	dues FY14 & FY15	5,000
25	<u>(i) Reimbursement to UNFPA</u>	<u>26,214</u>

1	(6) <u>Department of Education.</u>	
2	(a) Aid for Non-Public Schools.... \$	600,000
3	(b) Financial Assistance to FSM	
4	students attending CMI	40,000
5	(c) Financial Assistance to FSM	
6	students attending PCC	150,000
7	(d) National Scholarship; PROVIDED THAT,	
8	the funds are prioritized according to	
9	designated areas of priority study which	
10	include: law, medicine,	
11	accounting/economics/business, and engineering.	
12	Incoming freshmen majoring in liberal arts	
13	(including pre-law and pre-med) must	
14	maintain a G.P.A. of 2.0	2,000,000
15	(e) National Close-Up.....	75,000
16	(f) National Merit Scholarship.....	150,000
17	(g) COM Board annual meeting.....	5,000
18	(h) Caroline College and	
19	Pastoral Institute (CCPI)	50,000
20	(i) Faithwalk Christian College...	50,000
21	(j) COM-FSM – unpaid tuition to SDSU	316,000
22	(7) <u>Department of Transportation,</u>	
23	<u>Communication and Infrastructure.</u>	
24	(a) Asia Pacific Telecommunity (APT)	11,000
25	(b) International Telecommunications	

1	Union (ITU).....	\$	104,163
2	(c) International Civil Aviation		
3	Organization.....		28,050
4	(d) FSM Capital Energy/Utilities...		700,000
5	(e) Micronesian Shipping Comm.....		25,000
6	(8) <u>Department of Justice.</u>		
7	(a) DOJ Fuel Subsidy.....		200,000
8	(b) Kosrae Joint Law Enforcement....		30,000
9	(c) Pohnpei Joint Law Enforcement...		50,000
10	(d) Chuuk Joint Law Enforcement.....		50,000
11	(e) Yap Joint Law Enforcement.		30,000
12	(f) Chuuk Health Care Plan		
13	Court Judgment		80,777
14	(g) Arrears in personnel for Maritime/		
15	National Police, for past work performed		
16	above their rank		30,000
17	(9) <u>Congress of the Federated States of</u>		
18	<u>Micronesia</u>		
19	(a) IPU Conference.....		50,000
20	(b) Climate Change Conferences.....		60,000
21	(c) APPU/APPF.....		30,400
22	(d) Staff Upgrade/Law of the Sea		
23	Training		50,000
24	(e) World Bank/IMF Annual Meeting..		50,000
25	(f) FSM/Israel Parliamentarian		

1	Friendship Link	\$	-0-
2	(g) MLC Conference.....		-0-
3	(h) FSM/Japan Parliamentarian		
4	Friendship Link		50,000
5	(i) China Parliamentarian Visit....		18,800
6	(j) FSM Congress/Cuban National Assembly		
7	Parliamentary Relations		-0-
8	(k) National Olympic Committee -		
9	Assistance for Jennifer Chieng		25,000
10	(l) FSM-French Parliamentarian		
11	Friendship Link		46,800
12	(m) ACP.....		-0-
13	(n) Fisheries Meetings (WCPFC, PNA,		
14	NORMA Bilateral Access Consultations, U.S.		
15	Treaty Negotiations, and others)		70,000
16	(o) MRA Conference in Japan.....		20,000
17	(p) Contribution to IPU, of which up		
18	to \$12,500 may be used to pay overdue		
19	membership fees		112,500
20	(q) IPU annual dues.....		10,000
21	(r) IPU Assembly in Zambia.....		50,000
22	(s) Crans Montana Forum in Morocco.		50,000
23	(t) Wilshire Investment Conference &		
24	meetings with constituents in the U.S		50,000
25	(10) <u>Office of E.E.M.</u>		

1	(a) SPREP.....	\$	10,184
2	(b) UNEP.....		760
3	(c) SPREP/Noumea Convention.....		1,764
4	(d) Waigani Convention.....		1,190
5	(e) UN Convention to Combat		
6	Desertification		120
7	(f) UN Framework Convention (UNFCCC)		250
8	(g) Earth Day Activities.....		15,000
9	(h) EPA Director's Meeting.....		20,000
10	(i) 5th Bi-Annual Environmental		
11	Conference		20,000
12	(j) Disaster Assistance Emergency		
13	Fund (DAEF) Matching		200,000
14	(11) <u>Office of NACHP</u>		
15	(a) UNESCO.....		4,000
16	(b) NCSHPO.....		2,760
17	(c) PARBICA.....		100
18	(d) PIALA.....		100
19	(e) WHC Membership Fee.....		54
20	(12) <u>Other Grants, Subsidies and</u>		
21	<u>Contributions.</u>		
22	(a) Kosrae Judiciary Subsidy.....		35,000
23	(b) Pohnpei Judiciary Subsidy.....		55,000
24	(c) Chuuk Judiciary Subsidy.....		55,000
25	(d) Yap Judiciary Subsidy.....		35,000

1	(e) COM Treaty Obligations.....\$	25,000
2	(f) Micronesian Legal Services	
3	Corporation	250,000
4	(g) MiCare.....	80,000
5	(h) MLFC Loan Payment.... [200,000]	<u>260,160</u>
6	(i) Single Audit.....	445,000
7	(j) FSM Social Security.....	2,000,000
8	(k) Staff Housing.....	510,000
9	(l) Recruitment and repatriation...	223,218
10	(m) WCPFC Membership.....	108,504
11	(n) UN Mission Legal Counsel Travel	15,000"

12 Section 4. Section 9 of Public Law No. 19-32 is hereby
 13 amended to read as follows:

14 "Section 9. Capital and Human Resources
 15 Development.

16 The sum of \$[~~37,303,498~~] 38,495,606, or so much
 17 thereof as may be necessary, is hereby
 18 appropriated from the General Fund of the
 19 Federated States of Micronesia for the fiscal
 20 year ending September 30, 2016, for the
 21 following capital improvements, development
 22 programs, and projects and human resources
 23 development. Of the total amount of funds
 24 appropriated herein, \$689,598 shall be deemed to
 25 come from funds available under the Amended

1 Compact from the Supplemental Education Grant.

2 The sum appropriated by this section shall be

3 apportioned as follows:

4 (1) College of Micronesia – FSM.

5 (a) College of Micronesia–FSM..... \$ 3,800,000

6 (b) FSM Fisheries and Maritime Institute 833,915

7 (c) COM–FSM SEG..... 683,948

8 (2) Department of Finance & Administration

9 (a) FSM Warehouse Lease & Maintenance 100,000

10 (b) PCD Awareness Initiative..... 15,000

11 (3) Department of Resources & Development

12 (a) FSM Assn. Chamber of Commerce.. 67,000

13 (b) State Trade Fairs enhancing

14 value addition 40,000

15 (c) SNLC..... 50,000

16 (d) FSM Agriculture Census..... -0-

17 (e) SBDC Capacity Assessment..... -0-

18 (f) National Trade Facilitation

19 Conference (NTFC) 75,000

20 (g) Food Security Production..... 100,000

21 (h) Secretariat/Hosting conference,

22 equipment, materials 10,000

23 (i) Foreign Investment Review -0-

24 (j) Implement National Tourism Policy 35,000

25 (k) Trade Advisory Service..... -0-

1	(l) Tourism Advisory Service.....\$	-0-
2	(m) Assistance to States for Tourism	
3	Investment Plan Implementation	1,951,201
4	(n) Phase II Foreign Investment Review	18,278
5	(4) <u>Department of Transportation,</u>	
6	<u>Communications and Infrastructure.</u>	
7	(a) Outer Island Airport Improvement	1,500,000
8	(b) Capital Facilities Rehabilitation	500,000
9	(c) Sekere-Palikir Road, Bridge,	
10	and Pavement Drainage	300,000
11	(d) Operation & Drydocking Boats....	2,500,000
12	(e) Caroline Island Air.....	150,000
13	(f) Chuuk Air Service Agreement	250,000
14	(g) Equipment replacement for Voyager	211,100
15	(h) Radar Replacement.....	78,700
16	(i) AIP Matching Funds	2,360,075
17	(j) Installation of water maker	
18	on the Voyager.....	138,450
19	(5) <u>Department of Justice</u>	
20	(a) Patrol boat major maintenance	
21	project	125,000
22	(b) Hosting of PILON Meeting	20,000
23	(c) Humanitarian assistance to detained	
24	foreign nationals in the state of Yap	
25	<u>and Pohnpei</u> [25,000]	<u>66,000</u>

1	(d) Anti-trafficking in persons & anti-	
2	human smuggling	\$ 30,000
3	(6) <u>Office of Environment & Emergency</u>	
4	<u>Management</u>	
5	(a) Fostering Sustainable Solid	
6	Waste Mng	125,000
7	(7) <u>President's Office</u>	
8	(a) FSM Trust Fund.....	10,000,000
9	(b) Staff upgrading.....	100,000
10	(c) 2023 Investment Development Fund	-0-
11	(d) Implementation of ODA Policy ...	50,000
12	(e) 2016 Development Partners Meeting	75,000
13	(f) Compact Review Committee.....	50,000
14	(g) Purchase of land in Guam for	
15	relocation of the Consulate Office	2,000,000
16	(8) <u>National Election.</u>	
17	(a) National Election (voter ID)....	50,000
18	(9) <u>Department of Health and Social Affairs</u>	
19	(a) Health Services Specialty Pathologist	50,000
20	(b) Environmental/water/food/lab test	78,000
21	(c) Medical Specialized Team.....	195,000
22	(d) Health Network.....	-0-
23	(e) <u>FSM Women Conference.....</u>	<u>60,000</u>
24	(10) <u>Department of Education</u>	
25	(a) NDOE Projects.....	395,000

1	(11) <u>Insurance Board.</u>	
2	(a) Improve and strengthen statutory	
3	and regulatory framework	\$ 29,409
4	(b) Consultant Site Evaluation	99,220
5	(12) <u>Other Capital and Human Resource</u>	
6	<u>Development.</u>	
7	(a) Chuuk State Priority Infrastructure	
8	Project apportioned as follows:	
9	(i) 4G network upgrade for main	
10	island of Chuuk and mobile extension to the	
11	outer islands of Chuuk	1,500,000
12	(ii) Other Chuuk State Priority	
13	Infrastructure Projects	2,750,000
14	(b) Pohnpei State Priority	
15	Infrastructure Projects	-0-
16	(c) Kosrae State Priority	
17	Infrastructure Projects	1,500,000
18	(d) Yap State Priority Infrastructure	
19	Projects; PROVIDED THAT, the allottee submits	
20	both a plan outlining the use of the funds	
21	and a report detailing the use of the Priority	
22	Infrastructure Project funds	
23	appropriated in FY15	1,750,000
24	(e) FSM Foreign Mission Repair	
25	& Maintenance	300,000

1	(f) Renovation of the Supreme Court in	
2	Kosrae & Chief Justice of Kosrae	
3	Travel to Samoa	\$ 75,000
4	(g) Renovation of Chuuk State	
5	Supreme Court	100,000
6	(h) Typhoon Shutters for FSM	
7	Supreme Court in Yap	30,000
8	(i) Renovation of the Chuuk	
9	Delegation Office	50,000
10	(j) Foreign Affairs-FSM Contribution	
11	for SPC Hosting	228,000
12	(k) NACH-Pacific Island Festival	
13	of Arts - Pohnpei	50,000
14	(l) NACH-Pacific Island Festival	
15	of Arts - Yap	50,000
16	(m) NACH-Pacific Island Festival	
17	of Arts - Kosrae	50,000
18	(n) NACH-Pacific Island Festival	
19	of Arts - Chuuk	50,000
20	(o) Postal Service prior-obligation..	8,302
21	(p) Upgrade FSM Congress Internet	
22	to Fiber Optic	25,000
23	(q) Pacific Assoc. of Supreme Audit	
24	Institutions Meeting	20,000
25	(r) Office of Public Defender expenses	

1	occurred in prior years	\$ 2,900
2	(s) <u>Past obligations of Postal Service...</u>	2,397
3	(t) <u>Foreign Affairs: Retainer Fee.....</u>	500,000"

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

6 "Section 11. Reprogramming. Reprogramming of funds
 7 into or from the personnel budget line item shall not be
 8 permitted. The President, Speaker, Chief Justice and
 9 Public Auditor may reprogram up to 10% percent to or
 10 from the funds appropriated in sections 2 (Operating
 11 expenses of the Executive Branch), 3 (Operating expenses
 12 of the Legislative Branch), 4 (Operating expenses of the
 13 National Judicial Branch), and 5 (Operating expenses of
 14 the National Public Auditor). For one time only,
 15 reprogramming is permitted of the remaining \$4,280 from
 16 fixed assets to personnel of the National election
 17 Office in section 7 of Public Law No. 19-32 in order to
 18 pay for the actingship as election commissioner in Chuuk
 19 from prior year fiscal year. Reprogramming of funds
 20 within a department, office or agency shall be effected
 21 by the head of such department, office or agency by
 22 specifying in writing to the Secretary of the Department
 23 of Finance and Administration of the FSM National
 24 Government, the accounts for which funding is either
 25 increased or decreased. Reprogramming other than as

1 specified herein is not permitted, and more
2 specifically, reprogramming into or out of any line item
3 contained in section 8 (Grants, Subsidies and
4 Contributions) or section 9 (Investment: Capital and
5 Human Resources) is not permitted. The President shall
6 report to Congress within one month of the last day of
7 each financial quarter all amounts reprogrammed inter or
8 intra a department, office or agency.

9 Section 6. This act shall become law upon approval by the
10 President of the Federated States of Micronesia or upon its
11 becoming law without such approval.

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13 Dated: 7/29/16 Introduced by: /s/ for Joseph J. Urusemal
14 Florencio S. Harper
15 (by request)

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