A BILL FOR AN ACT

To appropriate a supplemental budget in the amount of $1,000,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2015, by amending sections 1 and 9 of Public Law No. 18-89, as amended by Public Laws Nos. 18-102, 18-110, 18-116, and 19-02, and to allow reprogramming of funds for the FSM Supreme Court by amending section 11 of Public Law No. 18-89, 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. 18-89, as amended by Public Laws Nos. 18-102, 18-110, 18-116, and 19-02, is hereby further amended to read as follows:

   “Section 1. Purpose. The purpose of this act is to appropriate the sum of $100,046,644 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2015, 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 Capital and Human Resources Development. The National Government’s share of the Amended Compact funds has been reduced to zero except that the National Government will retain ten percent (10%) of the Supplemental Education Grant funds as is reflected in the budget for the Department of Education. The budget shall also include appropriations
for COM-FSM from sector grants as well as appropriations from amended Compact carry-over funds.”

Section 2. Section 9 of Public Law No. 18-89, as amended by Public Laws Nos. 18-102, 18-110, 18-116, and 19-02, is hereby further amended to read as follows:

"Section 9. Capital and Human Resources Development.
The sum of [$60,142,645] $61,142,645 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, 2015, for the following capital improvements, development programs, and projects and human resources development. Of the total amount of funds appropriated herein, $1,700,000 shall be deemed to come from funds available under the Compact Sector Grant for COM-FSM, and $683,346 shall be available from the Supplemental Education Grant, and $282,339 will be available from amended Compact carry-over funds. The sum appropriated by this section shall be apportioned as follows:

(1) College of Micronesia – FSM.
(a) College of Micronesia–FSM ..... $ 3,800,000
($1,700,000 shall come from the Compact Sector Grant)

(b) FSM Fisheries and Maritime Institute ................................. 794,203
1. (c) COM-FSM SEG .......................... $683,346

2. (2) Department of Finance & Administration
   (a) Financial Advisor ..................... -0-
   (b) Tax Financial Advisor .................. -0-
   (c) Tax Reform Project ...................... -0-
   (d) Improvement of Financial Mgt. System -0-

3. (3) Department of Resources & Development
   (a) Establishment of FSM Assn.
       Chamber of Commerce ................... 67,000
   (b) State Trade Fairs enhancing
       value addition .......................... 110,000
   (c) SNLC ................................. 50,000
   (d) FSM Agriculture Census .............. -0-
   (e) FSM Tour Development Framework .... -0-
   (f) SBDC Capacity Assessment ............ 41,000
   (g) National Trade Facilitation
       Conference (NTFC) ...................... -0-
   (h) Food Security Production .......... 100,000

4. (4) Department of Transportation,
       Communications and Infrastructure.
       (a) Outer Island Airport Improvement. 2,000,000
       (b) Capital Facilities Rehabilitation. 95,000
       (c) Sekere, Palikir Road ............... 300,000
       (d) Centralizing of Network
       Infrastructure .......................... 100,000
(e) FSM Capital security Fence .... $ -0-

(f) Weno Road/Xavier Road, PROVIDED

THAT, the Governor of Chuuk State shall be

the allottee of these funds ............... 150,000

(g) Chuuk Airport ...................... 150,000

(h) Kosrae Circumferential Road ....... 300,000

(i) Yap International Airport

Terminal Improvement ....................... 300,000

(j) Renovation of the Washington, D.C.

Embassy building ......................... 340,000

(5) Department of Justice.

(a) FSS Micronesia – Slipping ...... -0-

(b) Patrol boat major maintenance

project ........................................ 125,000

(c) New Radio Communication ......... -0-

(d) Satellite Phone and Usage Billings . 50,000

(e) Contract Mediation Disputes

and Litigation.............................. 155,857

(6) Infrastructure Development/IMF.

(a) Infrastructure Development Projects -0-

(b) IMF ................................. -0-

(7) President’s Office.

(a) FSM Trust Fund ...................... 38,000,000

(b) Staff upgrading ...................... 100,000

(c) Capacity Building Roadmap ...... -0-
<table>
<thead>
<tr>
<th></th>
<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td>1</td>
<td>(d) 2023 Set Aside ................. $</td>
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<td>(e) 2023 Investment Development Fund, not to be disbursed until the framework is developed for appropriation...</td>
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<td>3</td>
<td>(f) July 10, 2015, Inauguration .... 100,000</td>
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<td>(8) Office of SBOC.</td>
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<td>5</td>
<td>(a) Monitoring &amp; Reconciliation in the FSM States</td>
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<td>6</td>
<td>(b) Compact Review Committee .... -0-</td>
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<td>7</td>
<td>(c) 2014 Development Partners Meeting .</td>
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<td>8</td>
<td>(d) Implementation of ODA Policy ... 50,000</td>
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<td>9</td>
<td>(9) National Election.</td>
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<td>10</td>
<td>(a) National Election (voter ID) ... 25,000</td>
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<td>11</td>
<td>(b) Public education on constitution Amendment</td>
<td>-0-</td>
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<td>12</td>
<td>(10) Department of Health and Social Affairs.</td>
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<td>13</td>
<td>(a) Health Services Specialty Pathologist ........................................</td>
<td>50,000</td>
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<td>14</td>
<td>(b) Environmental/water/food/lab test ...............................................</td>
<td>78,000</td>
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<td>15</td>
<td>(c) Medical Specialized Team .... 195,000</td>
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<td>16</td>
<td>(d) Data Validation &amp; Analysis ..... -0-</td>
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<td>17</td>
<td>(e) Assistance to States on NCD .... -0-</td>
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<td>18</td>
<td>(f) Mapping of the Health Community.</td>
<td>-0-</td>
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<td>19</td>
<td>(g) Legal Assistance Legislation ... -0-</td>
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</table>
(h) Accreditation and Standards Devt $ 0-
(i) Health Economist ................. 0-

(11) Department of Education.

(a) Accreditation Intervention Project. 0-
(b) Education Initiatives; PROVIDED THAT,
the funds are to be from amended Compact carry-
over funds........................................ 282,339

(12) FSM Development Bank.

(a) Private Sector Capital............. 0-
(b) Pacific Island Development Bank 0-

(13) Insurance Board.

(a) Improve and strengthen statutory
and regulatory framework ................. 0-
(b) Consultant Site Evaluation ...... 0-

(14) Other Capital and Human Resources Development.

(a) FSMSC Information Technology/
Infrastructure Development .............. 100,000
(b) Chuuk State Supreme Court ....... 220,000
(c) Pension Program ...................... 0-
(d) Legis Regular Project .............. 0-
(e) Office of E.E.M. Generator and
Water Tank ..................................... 0-
(f) Kosrae State Priority
Infrastructure Project ..................... 1,500,000
(g) Pohnpei State Priority Infrastructure
Projects; PROVIDED THAT, for the next 3 years Pohnpei State shares shall be made available for appropriation by Pohnpei State Legislature for infrastructure improvement and development, that such improvements to include roads, utilities, and other state major infrastructure ......................... $ 2,750,000

(h) Yap State Priority Infrastructure Projects;

PROVIDED THAT, up to $350,000 shall be made Available for consultation with architects, Drafting, social planning, family planning, and design for providing infrastructure improvement and development .................... 1,500,000

(i) Chuuk State Priority Infrastructure Projects, including land acquisition ...... 4,250,000

(j) NORMA consultation with China/Korea 5,000

(k) Kosrae satellite bandwidth service contract, PROVIDED THAT, this funding is on lent FSM Telecommunication Corporation as an interest Free loan for five years with a grace period of two years ................................. 1,011,600

(l) Hosting of PNA Meetings ............ 50,000

(m) Coastal Resources Monitoring Training ......................... 26,000

(n) Yap State Court building (typhoon shutters and pest control); PROVIDED THAT,
the Governor of Yap State shall be the
allottee of these funds .................. $ 30,000

(o) Chuuk Leadership conference, PROVIDED
THAT, the Governor of Chuuk State shall be the
allottee of these funds .................. 50,000

(p) Upgrade Congress and Delegation Offices
IT network, services, equipment, software,
Hardware, and training .................... 48,300

(q) Economic promotional investment. 1,000,000"

Section 3. Section 11 of Public Law No. 18-89 is hereby
amended to read as follows:

"Section 11. Reprogramming. Reprogramming of funds
into or from the personnel budget line item shall not be
permitted, except for the personnel fund of the FSM
Supreme Court, which may be reprogrammed up to $49,000
to the court’s contractual fund, and the reprogrammed
fund, notwithstanding any provision in this act, shall
lapse by February 12, 2016. The President, Speaker,
Chief Justice and Public Auditor may reprogram up to 10%
percent to or from the funds appropriated in sections 2
(Operating expenses of the Executive Branch), 3
(Operating expenses of the Legislative Branch), 4
(Operating expenses of the National Judicial Branch),
and 5 (Operating expenses of the National Public
Auditor). Reprogramming of funds within a department,
office or agency shall be effected by the head of such department, office or agency by specifying in writing to the Secretary of the Department of Finance and Administration of the FSM National Government, the accounts for which funding is either increased or decreased. Reprogramming other than as specified herein is not permitted, and more specifically, reprogramming into or out of any line item contained in section 8 (Grants, Subsidies and Contributions) or section 9 (Investment: Capital and Human Resources) is not permitted. The President shall report to Congress within one month of the last day of each financial quarter all amounts reprogrammed inter or intra a department, office or agency."

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

Date: 8/15/15

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