A BILL FOR AN ACT

Amending Public Law No. 1-45 as amended by Public Laws Nos. 1-115 and 2-18, establishing separate funds for United States Federal Programs and United Nations Projects; and for other purposes.

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

Section 1. The Financial Management Act of 1979, Public Law No. 1-45, as amended by Public Laws Nos. 1-115 and 2-18, is hereby further amended by addition of a new section 10 as follows:


(1) Definitions. The term "United States Federal programs" shall include all funds made available to the Federated States of Micronesia pursuant to United States statute through categorical, block, consolidated, project, or discretionary grants. It shall also include grants received from any United Nations'organization. It shall not include funds received from the United States Department of the Interior derived from its annual departmental budget, or those funds known as transition funds.

(2) United States Federal Program Fund. There is hereby created within the National Treasury of the Federated States of Micronesia a United States Federal Program Fund into which all funds received by the Federated States of Micronesia from United States Federal program sources, as defined in subsection (1) above, shall be deposited. Funds shall be administered and withdrawn by the President or his designee. United States Federal program funds shall be accounted for and shall be in accordance with reporting requirements of the United States Government. Initially, the United States Federal Program Fund shall consist of all prior year unmobilized balances of United States Federal program funds and all United States Federal program funds designated for the National Government of the Federated States of Micronesia and made available beginning October 1, 1982."
Section 2. Sections 10, 11, 12, 13, 14, 15, and 16 are hereby re-numbered to read 11, 12, 13, 14, 15, 16, and 17, respectively.

Section 3. Upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval, this act shall take effect on October 1, 1982.

Date: 10-11-82

Introduced by: John Hagdølgay