AN ACT

To amend Public Law No. 5-60 by adding a new section 3 for the purpose of specifying the apportionment and clarifying the character of monies appropriated for the funding of spare part and equipment acquisition for, and engineering studies regarding, the electrical power generation systems of the States of Kosrae, Pohnpei, Truk and Yap, as may be needed, amending section 3 and renumbering section 4, and for other purposes.

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

1. Section 2 of Public Law No. 5-60 is hereby amended to read as follows:

"Section 2. The sum of $227,000, 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, 1989, for the purpose of funding spare part and equipment acquisition for, and engineering studies regarding, the electrical power generation systems of the States of Kosrae, Yap, Truk and Pohnpei, as may be needed. The funds appropriated by this act shall be deemed to have come from the funds available under section 214(b) of the Compact of Free Association."

2. Public Law No. 5-60 is hereby amended by adding a new section 3 to read as follows:

"Section 3. The funds appropriated under sections 1 and 2 of this act shall be apportioned as follows:

1. Kosrae State needs......................... $ 50,000
2. Pohnpei State needs....................... 200,000
3. Truk State needs......................... 150,000
4. Yap State needs......................... 65,000
5. Nett and U rural electrification project..................................................... 10,000"
Section 3. Section 3 of Public Law No. 5-60 is hereby amended to read as follows:

"Section 4. All funds appropriated by this act shall be provided to the States on a grant basis and shall be allotted, managed, administered, and accounted for in accordance with applicable law, including, but not limited to, the Financial Management Act of 1979. The allottees of the funds appropriated for each State shall be the respective State Governors. The allottee of the funds for the Nett and U rural electrification project shall be the Pohnpei Community Action Agency. The allottees shall be responsible for ensuring that these funds, or so much thereof as may be necessary, are used solely for the purpose specified in this act, and that no obligations are incurred in excess of the sum appropriated. The authority of the allottees to obligate funds appropriated by this act shall not lapse until expended."

Section 4. Section 4 of Public Law No. 5-60 is hereby renumbered as section 5.
Section 5. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

December 28, 1988

John R. Hagleita
President
Federated States of Micronesia