A BILL FOR AN ACT

To further amend title 55 of the Code of the Federated States of Micronesia, as amended by Public Laws Nos. 5-16, 5-88, 5-119, 5-121, and 5-136, by further amending section 106, as amended by Public Law No. 5-119, for the purpose of requiring that all appropriations made by the Congress of the Federated States of Micronesia be for purposes or objectives consistent with the National Development Plan of the Federated States of Micronesia or the approved development plan of any State, and for other purposes.

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

Section 1. Section 106 of title 55 of the Code of the Federated States of Micronesia, as amended by Public Law No. 5-119, is hereby further amended to read as follows:

"Section 106. Appropriations by Congress.

(1) The Congress, after receipt of the proposed budget from the President and no later than August 29 of each year, shall by act, adopt the annual budget of the National Government of the ensuing fiscal year. In no event shall the budget adopted or any amendments thereto provide funding for the personnel, contractual services, or travel expenses of any branch or agency of the National Government in an amount greater than 110 percent of the aggregate funding appropriated for such branch or agency for such categories in the initial budget act of the immediately preceding fiscal year, except where funding in excess of such limit shall be deemed essential by the Congress on the face of the appropriating legislation.

(2) The Congress may alter the budget submitted by the President in any respect.

(3) The budget alteration authority of the Congress shall be executed by means of appropriations legislation. Appropriations or authorizations for the expenditure of funds shall be made by law, except as provided in section 108 of this chapter.

(4) The Congress may restrict by law the expenditure
of funds for a specific purpose.

(5) All appropriations for the expenditure of funds approved by the Congress shall be for projects consistent with the purposes or objectives of the National Development Plan of the Federated States of Micronesia in effect at that time, or the approved development plan of any State."

Section 2. 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: May 29, 1989  Introduced by: Redley Allion