A BILL FOR AN ACT

To further amend title 55 of the Code of the Federated States of Micronesia, as amended, by adding a new subchapter VI of chapter 6 for the purpose of establishing a special fund for the use of an overseas mission in Japan in funding their operations in local currency, and for other purposes.

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

Section 1. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new subchapter VI of chapter 6 entitled "Local Currency Operation Fund."

Section 2. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new section 630 of subchapter VI of chapter 6 to read as follows:

"Section 630. Establishment. There is hereby created and established the Local Currency Operating Fund, hereinafter referred to as the 'Fund,' separate from the General Fund of the Federated States of Micronesia and all other funds."

Section 3. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new section 631 of subchapter VI of chapter 6 to read as follows:

"Section 631. Purpose. The purpose of this Fund is to permit the Embassy of the Federated States of Micronesia in Japan to use funds paid into the Fisheries License Fund account in yen for their annual operating expenses."

Section 4. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new section 632 of subchapter VI of chapter 6 to read as follows:

"Section 632. Deposits. At the beginning of each fiscal year, the Secretary of Finance shall issue an instruction to the bank in Japan in which funds of the Fisheries account are maintained. The instruction shall be to transfer from the Fisheries account into the Fund account..."
created herein the full fiscal year funding for the Embassy
in Japan, in yen, as appropriated by the Congress."

Section 5. Title 55 of the Code of the Federated States of
Micronesia is hereby further amended by adding a new section 633 of
subchapter VI of chapter 6 to read as follows:

"Section 633. Administration. The Fund shall be
administered by the Secretary of Finance, pursuant to such
rules and regulations as he may promulgate, with the
approval of the President. Two signatures are required to
withdraw yen from the Fund. Those signatures shall be that
of the Ambassador to Japan or his deputy, and one other
employee of the FSM Embassy in Japan, designated by the
Ambassador to Japan and approved by the President."

Section 6. Title 55 of the Code of the Federated States of
Micronesia is hereby further amended by adding a new section 634 of
subchapter VI of chapter 6 to read as follows:

"Section 634. Reports. The Ambassador shall report at
least quarterly to the Secretary of Finance as to the
current status of the Fund and the Secretary shall make
such reports available, together with any comments thereon,
to the President and the Congress no later than 10 days
after receipt from the Ambassador."
Section 7. 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: 6-13-90

Introduced by: Dohsis Halbert