
A RESOLUTION

Requesting the President to undertake a thorough study of the existing structure of the National Government of the Federated States of Micronesia for the purpose of determining possible reductions in the operational costs of the National Government due to anticipated reductions in Compact revenues from the United States.

1 WHEREAS, the operating expenses of the National Government have
2 grown consistently in recent fiscal years; and

3 WHEREAS, the combined budgets of the executive, legislative and
4 judiciary branches of the National Government now exceed \$12,000,000
5 each year; and

6 WHEREAS, fiscal year 1991 will be the fifth year under the
7 Compact of Free Association with the United States and the last
8 fiscal year before the first step-down of payments under the
9 Compact; and

10 WHEREAS, the first step-down is anticipated to result in a
11 reduction in National Government Compact revenues of approxi-
12 mately 13 percent; and

13 WHEREAS, local revenues are not growing at a sufficiently
14 fast rate to provide for all of the financial needs of the
15 Nation after the step-down, including both National Government
16 operations and essential economic development activities; now,
17 therefore,

18 BE IT RESOLVED by the Sixth Congress of the Federated States
19 of Micronesia, Third Regular Session, 1990, that the Congress hereby
20 requests the President of the Federated States of Micronesia to
21 undertake a thorough study of the existing structure of the National
22 Government of the Federated States of Micronesia for the purpose
23 of determining possible reductions in the operational costs of
24 the National Government due to anticipated reductions in Compact
25 revenues from the United States; and

1 BE IT FURTHER RESOLVED that certified copies of this resolution
2 be transmitted to the President of the Federated States of Micronesia
3 and the Governors of the States of Yap, Chuuk, Pohnpei and Kosrae.

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5 Date: 5/31/90

Introduced by: *Redley Killion*
Redley Killion

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