SEVENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

THIRD REGULAR SESSION, 1992

CONGRESSIONAL BILL NO. 7-310, C.D.1

Public Law No. 7-106

AN ACT

To further amend Public Law No. 5-122, the Investment Development Act of 1988, as amended by Public Laws Nos. 6-21 and 6-109, by amending section 15 for the purpose of amending the ceiling on the annual Investment Development Fund operating budget of the Federated States of Micronesia Development Bank, and for other purposes.

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

1. Section 15 of Public Law No. 5-122 is hereby amended to read as follows:

"Section 15. Expenses.

(1) Subject to the procedures specified in this section, Investment Development Fund moneys may be used to pay expenses of the Development Bank relating to administration of the Fund, the Board of Advisors, the study and reports required by section 20 of this act, and investment of the Fund, and may also be used to reimburse expenses incurred pursuant to subsection (6) of section 6 of Public Law No. 4-51, as amended by Public Law No. 4-88. Except as otherwise provided in subsection (2) of section 18 of this act, such expenses shall be assessed against the private-sector reserve created by section 17 of this act.

(2) No later than April 1 of the year preceding a given fiscal year, the Development Bank shall submit to the Federated Development Authority for approval a budget request for the upcoming fiscal year and budget projections for each of the two subsequent fiscal years. The budget request shall include estimates as to its costs of administering the Investment Development Fund, with such information and detail as the Federated Development
Authority may determine. The budget request shall be reviewed
and approved by the Board of Directors of the Development
Bank prior to its submission to the Federated Development
Authority. In no event shall this budget request exceed
$130,000.

(3) No later than April 1 of the year preceding a
given fiscal year, the Board of Advisors shall submit to
the Federated Development Authority for approval a budget
request for the upcoming fiscal year and budget projections
for each of the two subsequent fiscal years. The budget
request shall include estimates as to the costs of operations
of the Board of Advisors, with such information and detail
as the Federated Development Authority may determine.

(4) No later than April 1 of the year preceding a
given fiscal year, the President of the Federated States of
Micronesia shall submit to the Federated Development Authority
for approval a budget request for the upcoming fiscal year
and budget projections for each of the two subsequent
fiscal years. The budget request shall include estimates
as to the costs of the study and annual reports required
by subsection (1) of section 20 of this act, with such
information and detail as the Federated Development
Authority may determine.

(5) Subject to such overall policies and limitations
as may be established by the Federated Development
Authority, expenses associated with the investment of
Investment Development Fund moneys may be paid out of the
Fund by the Development Bank without prior approval.

(6) The Federated Development Authority shall
establish such reprogramming and other budgetary policies
with respect to the funds referred to in subsections (2),
(3), (4), and (5) of this section as it deems appropriate.

(7) Summary information on the budget requests or
approved budgets provided for in subsections (2), (3),
and (4) of this section shall be included in the annual
budget submission required by section 103 of title 55 of
the Code of the Federated States of Micronesia."

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.

Bailey OIter
President
Federated States of Micronesia

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