
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 section 110 and a new subchapter IX of chapter 6 for the purpose of setting aside certain excess revenues until fiscal year 2002, and for other purposes.

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

1 Section 1. Title 55 of the Code of the Federated States of
2 Micronesia is hereby further amended by adding a new section 110
3 to read as follows:

4 "Section 110. Set-aside of certain excess revenues.

5 (1) For fiscal year 1994 and each subsequent fiscal
6 year an amount (the 'set-aside amount') equal to 50
7 percent of the base amount, as hereinafter defined,
8 shall be deposited to the Future Fund provided for in
9 subchapter IX of chapter 6 of this title.

10 (2) The proposed budget submitted to Congress shall
11 contain a revenue/expenditure summary with separate
12 columns for the different sources of revenues and
13 expenditures. There shall be a column for the General
14 Fund divided into Current and Capital subcolumns. The
15 'base amount' shall equal:

16 (a) Total estimated revenues in the General
17 Fund (Current) subcolumn of the proposed budget,
18 including unappropriated funds from prior years, lapses
19 and adjustments, and new revenues during the subject
20 fiscal year, minus

21 (b) Total estimated expenditures in the
22 General Fund (Current) subcolumn of the proposed budget,
23 as altered by Congress in the appropriation act
24 approving the budget.

25 The base amount shall be unaffected by subsequent

1 changes in estimated or actual revenues, amendments to
2 said appropriation act, or other appropriations.

3 (3) The set-aside amount for a fiscal year shall be
4 transferred from the General Fund to the Future Fund, at
5 the discretion of the Secretary of Finance, in one or
6 more transfers as soon as reasonably practicable after
7 the start of that fiscal year; PROVIDED, however, that
8 at least 10 percent of the set-aside amount shall have
9 been so transferred by the end of the first quarter of
10 the fiscal year, 30 percent by the end of the second
11 quarter, 60 percent by the end of the third quarter, and
12 100 percent by the end of the fiscal year. If and to
13 the extent that such minimum quarterly transfers might
14 reasonably be expected to leave the National Government
15 unable to meet its obligations as they come due, and
16 upon written certification and explanation thereof from
17 the Secretary of Finance to the President, the Secretary
18 of Finance may further delay such transfers."

19 Section 2. Title 55 of the Code of the Federated States of
20 Micronesia is hereby further amended by adding a new subchapter
21 IX to chapter 6, entitled "Future Fund."

22 Section 3. Title 55 of the Code of the Federated States of
23 Micronesia is hereby further amended by adding a new section 660
24 of subchapter IX of chapter 6 to read as follows:

25 "Section 660. Establishment. There is hereby

1 established a Future Fund, hereinafter referred to as
2 the 'Fund,' separate from the General Fund of the
3 Federated States of Micronesia and all other funds."

4 Section 4. Title 55 of the Code of the Federated States of
5 Micronesia is hereby further amended by adding a new section 661
6 of subchapter IX of chapter 6 to read as follows:

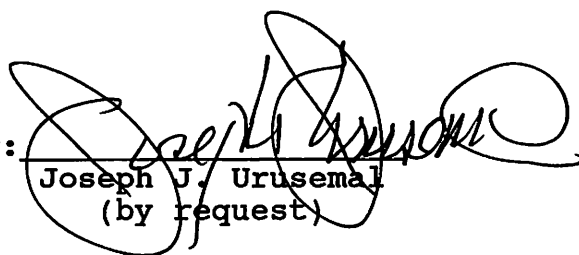
7 "Section 661. Deposits. Deposits to the Fund shall be
8 made as provided in section 110 of this title and may be
9 made as otherwise directed by resolution or act of the
10 Congress of the Federated States of Micronesia."

11 Section 5. Title 55 of the Code of the Federated States of
12 Micronesia is hereby further amended by adding a new section 662
13 of subchapter IX of chapter 6 to read as follows:

14 "Section 662. Disbursements. Money in the Fund may be
15 disbursed by appropriation at any time for any purpose,
16 but only during or after fiscal year 2002. Before then,
17 no money may be disbursed from the Fund."

18 Section 6. This act shall become law upon approval by the
19 President of the Federated States of Micronesia or upon its
20 becoming law without such approval.

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22 Date: 5/11/93

Introduced by: 
Joseph J. Urusemal
(by request)

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