

A BILL FOR AN ACT

To amend Public Law No. 14-21, the FY 2006 budget, in order to provide funding for the full fiscal year ending September 30, 2006 by appropriating funds for the third and fourth quarters, and for other purposes.

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

1 Section 1. The title of Public Law No. 14-21 is hereby
2 amended to read as follows:

3 “To appropriate the sum of \$~~[22,790,897]~~ 32,877,342 from
4 the General Fund of the Federated States of Micronesia
5 for the fiscal year ending September 30, 2006, for the
6 purpose of funding the operations of all branches of the
7 National Government of the Federated States of
8 Micronesia, its agencies, various programs, grants,
9 subsidies and contributions; to establish a capital and
10 human resource development budget, and for other
11 purposes.”

12 Section 2. Section 1 of Public Law No. 14-21 is hereby
13 amended to read as follows:

14 “Section 1. Appropriation. An annual budget in the
15 amount of \$32,877,342 for the fiscal year ending
16 September 30, 2006 is hereby approved. There is hereby
17 appropriated from the General Fund of the Federated
18 States of Micronesia the sum of \$~~[22,790,897]~~
19 32,877,342, or so much thereof as may be necessary, for

1 the purpose of funding the operations of all branches of
2 the National Government of the Federated States of
3 Micronesia, its agencies, various programs, grants,
4 subsidies and contributions and capital and human
5 resource development programs of the National Government
6 of the Federated States of Micronesia for the fiscal
7 year ending September 30, 2006. A deadline of December
8 1, 2005 is hereby set for all branches of the National
9 Government to satisfy the requirements of section 103 of
10 the Financial Management Act of 1979. The sum
11 appropriated herein shall be apportioned as follows:"

12 Section 3. Section 2 of Public Law No. 14-21 is hereby
13 amended to read as follows:

14 "Section 2. Operating expenses of the Executive Branch.
15 The sum of \$~~[7,272,305]~~ 14,205,701, or so much thereof
16 as may be necessary, is hereby appropriated from the
17 General Fund of the Federated States of Micronesia for
18 ~~[the first two quarters of]~~ the fiscal year ending
19 September 30, 2006, for the purpose of funding the
20 operations of the Executive Branch of the National
21 Government during the ~~[first two quarters of]~~ fiscal
22 year 2006. The sum appropriated by this section shall
23 be apportioned as follows:

24 (1) Office of the President.

25 \$~~[416,107]~~ 662,213, or so much thereof as may be

1 necessary, for the operations of the Office of the
 2 President during the [~~first two quarters of~~] fiscal year
 3 2006. The sum appropriated herein shall be apportioned
 4 as follows:

5	Personnel	\$ [143,618]	<u>287,235</u>
6	Travel	46,839	<u>93,678</u>
7	Contractual Services	[175,000]	<u>180,000</u>
8	OCE[.....	[43,150]	<u>86,300</u>
9	Fixed Assets	[7,500]	<u>15,000</u>

10 (2) Department of Foreign Affairs.

11 \$ [~~1,600,326~~] 3,200,651, or so much thereof as may
 12 be necessary, for the operations of the Department of
 13 Foreign Affairs during the [~~first two quarters of~~]
 14 fiscal year 2006. The sum appropriated herein shall be
 15 apportioned as follows:

16	Personnel	\$ [585,193]	<u>1,170,385</u>
17	Travel	[81,535]	<u>163,070</u>
18	Contractual Services	[803,703]	<u>1,607,406</u>
19	OCE	[129,895]	<u>259,790</u>
20	Fixed Assets		-0-

21 (3) Department of Finance and Administration

22 \$ [~~1,222,821~~] 2,445,638, or so much thereof as may
 23 be necessary, for the operations of the Department of
 24 Finance and Administration during the [~~first two~~
 25 ~~quarters of~~] fiscal year 2006. The sum appropriated

1 herein shall be apportioned as follows:

2	Personnel	\$ [643,125]	<u>1,286,249</u>
3	Travel	[102,158]	<u>204,316</u>
4	Contractual Services	[311,014]	<u>622,027</u>
5	OCE	[143,840]	<u>287,679</u>
6	Fixed Assets[.....	[22,684]	<u>45,367</u>

7 (4) Department of Economic Affairs.

8 \$ [~~531,558~~] 1,063,113, or so much thereof as may be
 9 necessary, for the operations of the Department of
 10 Economic Affairs during the [~~first two quarters of~~]
 11 fiscal year 2006. The sum appropriated herein shall be
 12 apportioned as follows:

13	Personnel	\$ [415,268]	<u>830,535</u>
14	Travel	[47,835]	<u>95,670</u>
15	Contractual Services	[2,655]	<u>5,309</u>
16	OCE	[60,800]	<u>121,599</u>
17	Fixed Assets	[5,000]	<u>10,000</u>

18 (5) Department of Transportation, Communication and
 19 Infrastructure.

20 \$ [~~683,071~~] 1,366,142, or so much thereof as may be
 21 necessary, for the operations of the Department of
 22 Transportation, Communications and Infrastructure during
 23 the [~~first two quarters of~~] fiscal year 2006. The sum
 24 appropriated herein shall be apportioned as follows:

25	Personnel	\$ [289,563]	<u>579,126</u>
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1	Travel	\$ [50,984]	<u>101,968</u>
2	Contractual Services	[305,524]	<u>611,048</u>
3	OCE	[35,000]	<u>70,000</u>
4	Fixed Assets	[2,000]	<u>4,000</u>

5 (6) Department of Health, Education and Social
 6 Affairs.

7 \$ ~~[986,947]~~ 1,905,991, or so much thereof as may be
 8 necessary, for the operations of the Department of
 9 Health, Education and Social Affairs during the [~~first~~
 10 ~~two quarters of~~] fiscal year 2006. Of the total funds
 11 appropriated herein, \$ ~~[179,541]~~ 359,081 shall be deemed
 12 to come from funds available under the amended Compact
 13 for the education sector, \$ ~~[382,192]~~ 764,383 from the
 14 health sector, \$ ~~[190,237]~~ 380,474 from the supplemental
 15 education grant (SEG) and \$67,901 from the Compact I
 16 Section 221(b) Special Block Grant. The sum
 17 appropriated herein shall be apportioned as follows:

18	Personnel	\$ [467,938]	<u>935,875</u>
19	Travel	[219,833]	<u>439,667</u>
20	Contractual Services	[168,595]	<u>269,288</u>
21	OCE	[127,231]	<u>254,461</u>
22	Fixed Assets	[3,350]	<u>6,700</u>

23 (7) Department of Justice.

24 \$ ~~[1,382,718]~~ 2,664,435, or so much thereof as may
 25 be necessary, for the operations of the Department of

1 Justice during the [~~first two quarters of~~] fiscal year
 2 2006. The sum appropriated herein shall be apportioned
 3 as follows:

4	Personnel	\$ [918,830]	<u>1,837,660</u>
5	Travel	[58,595]	<u>117,190</u>
6	Contractual Services	[170,450]	<u>239,900</u>
7	OCE	[224,093]	<u>448,185</u>
8	Fixed Assets	[10,750]	<u>21,500</u>

9 (8) Office of the Public Defender.

10 \$ [~~333,589~~] 667,177, or so much thereof as may be
 11 necessary, for the operations of the Office of the
 12 Public Defender during the [~~first two quarters of~~]
 13 fiscal year 2006. The sum appropriated herein shall be
 14 apportioned as follows:

15	Personnel	\$ [228,471]	<u>456,941</u>
16	Travel	[65,000]	<u>130,000</u>
17	Contractual Services	[19,743]	<u>39,486</u>
18	OCE[.....	[18,850]	<u>37,700</u>
19	Fixed Assets	[1,525]	<u>3,050</u>

20 (9) Office of Compact Management.

21 \$ [~~115,171~~] 230,341, or so much thereof as may be
 22 necessary, for the operations of the Office of Compact
 23 Management during the [~~first two quarters of~~] fiscal
 24 year 2006. The sum appropriated herein shall be
 25 apportioned as follows:

1	Personnel	\$ [42,921]	<u>85,841</u>
2	Travel	\$ [30,000]	<u>60,000</u>
3	Contractual Services	[28,600]	<u>57,200</u>
4	OCE	[11,550]	<u>23,100</u>
5	Fixed Assets	[2,100]	<u>4,200"</u>

6 Section 4. Section 3 of Public Law No. 14-21 is hereby
 7 amended to read as follows:

8 "Section 3. Operating expenses of the Legislative
 9 Branch.

10 The sum of \$ [~~1,474,114~~] 2,948,226, or so much thereof as
 11 may be necessary, is hereby appropriated from the
 12 General Fund of the Federated States of Micronesia for
 13 the [~~first two quarters of the~~] fiscal year ending
 14 September 30, 2006, for the operations of the
 15 Legislative Branch of the National Government during the
 16 [~~first two quarters of~~] fiscal year 2006. The sum
 17 appropriated by this section shall be apportioned as
 18 follows:

19 (1) Speaker and Members.

20 \$ [~~698,886~~] 1,397,771, or so much thereof as may be
 21 necessary, for the operations of the Office of the
 22 Speaker and Members of the Congress of the Federated
 23 States of Micronesia during the [~~first two quarters of~~]
 24 fiscal year 2006. The sum appropriated herein shall be
 25 apportioned as follows:

1	Personnel	\$ [207,645]	<u>415,290</u>
2	Travel	[212,441]	<u>424,881</u>
3	Contractual Services	\$ [253,800]	<u>507,600</u>
4	OCE	[25,000]	<u>50,000</u>
5	Fixed Assets		-0-

(2) Staff Offices.

7 \$ [~~565,228~~] 1,130,455, or so much thereof as may be
 8 necessary, for the operations of the Congress staff
 9 offices during the [~~first two quarters of~~] fiscal year
 10 2006. The sum appropriated herein shall be apportioned
 11 as follows:

12	Personnel	\$ [352,012]	<u>704,024</u>
13	Travel	[54,686]	<u>109,371</u>
14	Contractual Services	[84,250]	<u>168,500</u>
15	OCE	[61,170]	<u>122,340</u>
16	Fixed Assets	[13,110]	<u>26,220</u>

(3) Congress Delegation Offices.

18 \$ [~~210,000~~] 420,000, or so much thereof as may be
 19 necessary, for the operations of the Congress delegation
 20 offices during the [~~first two quarters of~~] fiscal year
 21 2006. The sum appropriated herein shall be apportioned
 22 as follows:

(i) Kosrae Delegation

24	Office	\$ [30,000]	<u>60,000</u>
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(ii) Pohnpei Delegation

1	Office	[60,000]	<u>120,000</u>
2	(iii) Chuuk Delegation		
3	Office	\$ [90,000]	<u>180,000</u>
4	(iv) Yap Delegation		
5	Office	[30,000]	<u>60,000"</u>

6 Section 5. Section 4 of Public Law No. 14-21 is hereby
 7 amended to read as follows:

8 "Section 4. Operating Expenses of the National
 9 Judiciary Branch. The sum of \$ [~~595,706~~] 1,191,409, or
 10 so much thereof as may be necessary, is hereby
 11 appropriated from the General Fund of the Federated
 12 States of Micronesia for the [~~first two quarters of the~~]
 13 fiscal year ending September 30, 2006, for the
 14 operations of the Judiciary Branch of the National
 15 Government during the [~~first two quarters of~~] fiscal
 16 year 2006. The sum appropriated by this section shall
 17 be apportioned as follows:

18	Personnel	\$ [352,951]	<u>705,901</u>
19	Travel	[82,686]	<u>165,371</u>
20	Contractual Services	[63,450]	<u>126,900</u>
21	OCE	[82,874]	<u>165,748</u>
22	Fixed Assets	[13,745]	<u>27,489"</u>

23 Section 6. Section 5 of Public Law No. 14-21 is hereby
 24 amended to read as follows:

25 "Section 5. Operating Expenses of the Public Auditor's

1 Office. The sum of \$~~[333,948]~~ 667,895, or so much
 2 thereof as may be necessary, is hereby appropriated from
 3 the General Fund of the Federated States of Micronesia
 4 for the ~~[first two quarters of the]~~ fiscal year ending
 5 September 30, 2006, for the operations of the National
 6 Office of the Public Auditor for the ~~[first two quarters~~
 7 ~~of]~~ fiscal year 2006. The sum appropriated by this
 8 section shall be apportioned as follows:

9	Personnel	\$ [177,088]	<u>354,176</u>
10	Travel	[63,330]	<u>126,659</u>
11	Contractual Services	[61,630]	<u>123,260</u>
12	OCE	[25,900]	<u>51,800</u>
13	Fixed Assets	[6,000]	<u>12,000"</u>

14 Section 7. Section 6 of Public Law No. 14-21 is hereby
 15 amended to read as follows:

16 "Section 6. Operating Expenses of agencies of the
 17 National Government. The sum of \$~~[749,290]~~ 1,498,576,
 18 or so much thereof as may be necessary, is hereby
 19 appropriated from the General Fund of the Federated
 20 States of Micronesia for the ~~[first two quarters of the]~~
 21 fiscal year ending September 30, 2006, for the
 22 operations of the following boards, commissions and
 23 agencies during the ~~[first two quarters of]~~ fiscal year
 24 2006. The sum appropriated by this section shall be
 25 apportioned as follows:

1 (1) National Oceanic Resource Management Authority
 2 (NORMA).

3 \$~~[189,903]~~ 379,806, or so much thereof as may be
 4 necessary, for the operations of NORMA during the [~~first~~
 5 ~~two quarters of~~] fiscal year 2006. The sum appropriated
 6 herein shall be apportioned as follows:

7	Personnel	\$ [96,253]	<u>192,506</u>
8	Travel	[25,000]	<u>50,000</u>
9	Contractual Services	[49,450]	<u>98,900</u>
10	OCE	[19,200]	<u>38,400</u>
11	Fixed Assets		-0-

12 (2) Board of Regents (COM-FSM).

13 \$~~[42,230]~~ 84,460, or so much thereof as may be
 14 necessary, for the operations of the Board of Regents,
 15 COM-FSM during the [~~first two quarters of~~] fiscal year
 16 2006. The sum appropriated herein shall be apportioned
 17 as follows:

18	Personnel	\$	-0-
19	Travel	[22,730]	<u>45,460</u>
20	Contractual Services	[6,000]	<u>12,000</u>
21	OCE	[13,500]	<u>27,000</u>
22	Fixed Assets		-0-

23 (3) Coconut Development Authority (CDA).

24 \$~~[62,801]~~ 125,600, or so much thereof as may be
 25 necessary, for the operations of the Coconut Development

1 Authority during the [~~first two quarters of~~] fiscal year
 2 2006. The sum appropriated herein shall be apportioned
 3 as follows:

4	Personnel	\$ [34,236]	<u>68,471</u>
5	Travel	[5,235]	<u>10,469</u>
6	Contractual Services	[11,080]	<u>22,160</u>
7	OCE	[4,750]	<u>9,500</u>
8	Fixed Assets	[7,500]	<u>15,000</u>

9 (4) FSM Banking Board.

10 \$ [~~66,179~~] 132,357, or so much thereof as may be
 11 necessary, for the operations of the FSM Banking Board
 12 during the [~~first two quarters of~~] fiscal year 2006.
 13 The sum appropriated herein shall be apportioned as
 14 follows:

15	Personnel	\$ [35,778]	<u>71,555</u>
16	Travel	[10,053]	<u>20,106</u>
17	Contractual Services	[7,850]	<u>15,700</u>
18	OCE	[10,998]	<u>21,996</u>
19	Fixed Assets	[1,500]	<u>3,000</u>

20 (5) FSM Postal Services.

21 \$ [~~313,177~~] 626,353, or so much thereof as may be
 22 necessary, for the operations of the National Postal
 23 Services during the [~~first two quarters of~~] fiscal year
 24 2006. The sum appropriated herein shall be apportioned
 25 as follows:

1	Personnel	\$ [201,244]	<u>402,488</u>
2	Travel	[20,346]	<u>40,692</u>
3	Contractual Services	[49,137]	<u>98,273</u>
4	OCE	[42,450]	<u>84,900</u>
5	Fixed Assets	\$	-0-

(6) National Fisheries Corporation (NFC).

\$ [~~75,000~~] 150,000, or so much thereof as may be necessary, for the operations of the National Fisheries Corporation during the [~~first two quarters of~~] fiscal year 2006. The sum appropriated herein shall be apportioned as follows:

NFC operations subsidy	\$ [25,000]	<u>50,000</u>
Air freight subsidy	[50,000]	<u>100,000"</u>

Section 8. Section 9 of Public Law No. 14-21 is hereby amended to read as follows:

"Section 9. Capital and Human Resource Development.

The sum of \$9,200,568, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2006, for the following capital improvements, development programs and projects and human resource development. The sum appropriated by this section shall be apportioned as follows:

(1) College of Micronesia-FSM.

\$6,909,240, or so much thereof as may be

1 necessary, for the operations, programs and projects of
 2 the College during fiscal year 2006. The sum
 3 appropriated herein shall be apportioned as follows:

4 (a) COM-FSM operations, PROVIDED THAT all funds
 5 appropriated herein shall be deemed to come from funds
 6 available under the amended Compact for the
 7 education sector\$ 3,800,000

8 (b) Students scholarship, PROVIDED THAT \$300,000
 9 appropriated herein shall be deemed to come from funds
 10 available under the amended Compact for Supplemental
 11 Education Grant (SEG) and \$267,046 appropriated herein
 12 shall be deemed to come from funds available under the
 13 amended Compact for the FY05 carryover Supplemental
 14 Education Grant (SEG) 567,046

15 (c) Fisheries and Maritime Institute\$ 600,000

16 (d) SEOG and Work Study Programs, PROVIDED THAT
 17 all funds appropriated herein shall be deemed to come
 18 from funds available under the amended Compact for
 19 Supplemental Education Grant (SEG) \$270,268

20 (e) COM-FSM State Campus Facility Improvement,
 21 PROVIDED THAT the sum appropriated herein shall be
 22 deemed to come from funds available under the amended
 23 Compact for Infrastructure Development sector \$ 1,5

24 (f) Capacity building and professional
 25 development for pre-service teachers in the FSM,

1 PROVIDED THAT all funds appropriated herein shall be
 2 deemed to come from funds available under the amended
 3 Compact for the FY05 carryover Supplemental Education
 4 Grant (SEG)171,926
 5 (2) Department of Foreign Affairs
 6 (a) FSM Washington Embassy Renovation \$ -0-
 7 (3) Department of Finance and Administration
 8 (a) National Staff Upgrading 50,000
 9 (b) Customs Inspections in Chuuk
 10 and Pohnpei by inspectors from other states 20,000
 11 (4) Department of Economic Affairs
 12 (a) FSM Visitor Bureau 100,000
 13 (5) Department of Transportation, Communication and
 14 Infrastructure
 15 (a) TA Airport Pavement, PROVIDED THAT all funds
 16 appropriated herein shall be deemed to come from funds
 17 available under the amended Compact for Infrastructure
 18 Development sector and PROVIDED THAT no funds shall be
 19 allotted until such time as the Department of Justice
 20 completes an investigation into the findings of the
 21 Office of the National Public Auditor in its report
 22 entitled "Ta Outer Island Airport Audit Fiscal Years
 23 1990-2004 Audit No. 2005-01" and reports to the Speaker
 24 of Congress on the outcome of that
 25 investigation\$ 505,787

1	(6) <u>Department of Justice</u>	
2	(a) FSM Patrol Boat Slipping	200,000
3	(7) <u>Office of the Public Defender</u>	
4	(a) Kosrae PD Office renovation	20,000
5	(b) Pohnpei PD Office retaining wall	4,000
6	(8) <u>FSM Postal Services</u>	
7	(a) Yap Post Office renovation	\$ 50,000
8	(b) Chuuk Post Office renovation	50,000
9	(9) <u>Infrastructure Maintenance Fund (IMF)</u>	
10	(a) IMF, PROVIDED THAT \$105,568 of the funds	
11	appropriated herein shall be deemed to come from funds	
12	available under the amended Compact for Infrastructure	
13	Maintenance Fund sector grant	211,136
14	(10) <u>Department of Health, Education and Social Affairs</u>	
15	(a) Monitoring, co-ordination, teaching	
16	assistance and research, PROVIDED THAT all of the funds	
17	appropriated herein shall come from funds available	
18	under the amended Compact for FY05 carryover of the	
19	Supplemental Education Grant (SEG)	377,000
20	(11) <u>President's Office</u>	
21	(a) FEMA matching funds and public assistance	
22	specialist	213,000
23	(b) Payment to the Asian Development Bank for the	
24	Fisheries Development Project Loan authorized by Public	
25	Law No. 7-101	90,000

1 (c) FSM Trust Fund, PROVIDED THAT the amount
 2 appropriated is not greater than 50% of the amount of
 3 local revenues to be carried over to FY07 before
 4 deducting the amount of this appropriation, in that case
 5 the amount shall be equal to 50% of the amount of local
 6 revenues to be carried over to FY07 not including the
 7 amount of this appropriation\$ 250,000

8 (d) Preparation and submission of the
 9 Annual Report and Single Audit as required by the
 10 amended Compact, including contracting the
 11 services of a CPA from a reputable
 12 accounting firm 150,000"

13 Section 9. This act shall become law upon approval by the
 14 President of the Federated States of Micronesia or upon its
 15 becoming law without such approval.

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 17 Date: _____ Introduced by: _____
 18 Isaac V. Figir

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