

AN ACT

To further amend Public Law No. 14-80, as amended by Public Laws Nos. 14-95, 14-99 and 14-104, and 15-01, the FY 2007 budget, by further amending sections 1, 2, 3, 5, 8 and 9 thereof, for the purpose of appropriating \$1,031,954 in supplemental funding from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2007, to provide for the operations of the Executive and Legislative Branch, National Agencies, various programs, grants, subsidies, and contributions, Capital and Human Resource Development, 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. 14-80, as amended by
2 Public Laws Nos. 14-95, 14-99 14-104, and 15-01, is hereby further
3 amended to read as follows:

4 "To appropriate the sum of \$34,422,674.62 from the
5 General Fund of the Federated States of Micronesia for
6 the fiscal year ending September 30, 2007 for the
7 purpose of funding the operations of all branches of the
8 National Government of the Federated States of
9 Micronesia, its agencies, various programs, grants,
10 subsidies and contributions and to establish a capital
11 and human resources development budget for the fiscal
12 year 2007, and for other purposes."

13 Section 2. Section 1 of Public Law No. 14-80, as amended by
14 Public Laws Nos. 14-95, 14-99, 14-104, and 15-01, is hereby
15 further amended to read as follows:

16 "Section 1. An annual budget in the amount of
17 \$34,422,674.62 from for the fiscal year ending September

1 30, 2007 is hereby approved. There is hereby
2 appropriated from the General Fund of the Federated
3 States of Micronesia for the fiscal year ending
4 September 30, 2007 the sum of \$34,422,674.62 from for
5 the purpose of funding the operations of all branches of
6 the National Government of the Federated States of
7 Micronesia, its agencies, various programs, grants,
8 subsidies and contributions; and capital and human
9 resource development for the fiscal year ending
10 September 30, 2007. The sum appropriated herein shall
11 be apportioned as follows:"

12 Section 3. Section 2 of Public Law No. 14-80, as amended by
13 Public Laws Nos. 14-95, 14-99, 14-104, and 15-01, is hereby
14 further amended to read as follows:

15 "Section 2. Operating expenses of the Executive Branch.
16 The sum of \$15,310,372 or so much thereof as may be
17 necessary, is hereby appropriated from the General Fund
18 of the Federated States of Micronesia for the fiscal
19 year ending September 30, 2007, for the purpose of
20 funding the operations of the Executive Branch of the
21 National Government for the fiscal year 2007. The sum
22 appropriated by this section shall be apportioned as
23 follows:

24 (1) Office of the President.
25 \$625,517, or so much thereof as may be necessary, for
26 the operations of the Office of the President for the

1 fiscal year 2007. The sum appropriated herein shall be
 2 apportioned as follows:

3	Personnel	\$	267,341
4	Travel		98,176
5	Contractual Services		145,000
6	OCE, provided that \$10,000 is used exclusively		
7	for the 2007 Inauguration		90,000
8	Fixed Assets		25,000

9 (2) Department of Foreign Affairs.

10 \$2,979,306, or so much thereof as may be
 11 necessary, for the operations of the
 12 Department of Foreign Affairs for the fiscal
 13 year 2007. The sum appropriated herein shall
 14 be apportioned as follows:

15	Personnel	\$	1,172,209
16	Travel		147,860
17	Contractual Services		1,374,907
18	OCE, provided that \$10,000 is used		
19	exclusively for the 2007 Inauguration		282,850
20	Fixed Assets		1,480

21 (3) Department of Finance and Administration.

22 \$2,590,323 or so much thereof as may be
 23 necessary, for the operations of the
 24 Department of Finance and Administration for
 25 the fiscal year 2007. The sum appropriated
 26 herein shall be apportioned as follows:

1	Personnel	\$ 1,298,426
2	Travel provided that \$20,000 be used	
3	exclusively for recruitment and repatriation	266,775
4	Contractual Services	652,088
5	OCE	331,834
6	Fixed Assets	41,200

(4) Department of Economic Affairs.

\$1,174,769, or so much thereof as may be necessary, for the operations of the Department of Economic Affairs for the fiscal year 2007. The sum appropriated herein shall be apportioned as follows:

13	Personnel	\$ 833,325
14	Travel	69,169
15	Contractual Services	112,275
16	OCE	138,000
17	Fixed Assets	22,000

(5) Department of Transportation, Communication and Infrastructure.

\$1,635,990, or so much thereof as may be necessary, for the operations of the Department of Transportation, Communications and Infrastructure for the fiscal year 2007. The sum appropriated herein shall be apportioned as follows:

26	Personnel	\$ 436,846
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1	Travel	103,000
2	Contractual Services, provided that \$193,096	
3	will be used for POL for Caroline Voyager	
4	and provided that \$50,000 be used to fund	
5	POL for Caroline Voyager for a student	
6	run in July or August 2007	1,018,144
7	OCE	70,000
8	Fixed Assets	8,000

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

11 \$2,066,840, or so much thereof as may be
 12 necessary, for the operations of the
 13 Department of Health, Education and Social
 14 Affairs for the fiscal year 2007. Of the
 15 total funds appropriated herein, \$359,080
 16 shall be deemed to come from funds available
 17 under the amended Compact for the education
 18 sector, \$767,164 from the health sector, and
 19 \$643,843 from the supplemental education grant
 20 (SEG) for fiscal year 2006, provided that,
 21 these funds shall not be allotted or obligated
 22 until such time as formal approval has been
 23 obtained in accordance with the Amended
 24 Compact of Free Association. The sum
 25 appropriated herein shall be apportioned as
 26 follows:

1	Personnel	\$ 803,480
2	Travel	259,211
3	Contractual Services	186,387
4	OCE	813,062
5	Fixed Assets	4,700

(7) Department of Justice.

\$2,779,589, or so much thereof as may be necessary, for the operations of the Department of Justice for the fiscal year 2007. The sum appropriated herein shall be apportioned as follows:

12	Personnel.....	\$ 1,844,130
13	Travel.....	104,000
14	Contractual Services, provided that \$50,000	
15	will be used as a contributions towards the	
16	Police Academy Training in 2007 and provided	
17	that \$40,000 to be used exclusively for POL	
18	for surveillance operations of the patrol boat	230,100
19	OCE	565,359
20	Fixed Assets	\$ 36,000

(8) Office of the Public Defender.

\$635,991, or so much thereof as may be necessary, for the operations of the Office of the Public Defender for the fiscal year 2007. The sum appropriated herein shall be apportioned as follows:

1	Personnel	\$ 458,244
2	Travel	69,503
3	Contractual Services	52,044
4	OCE	47,350
5	Fixed Assets	8,850

6 (9) Office of Compact Management.
7 \$822,047, or so much thereof as may be
8 necessary, for the operations of the Office of
9 Compact Management for the fiscal year 2007.
10 Of the total funds appropriated herein,
11 \$300,000 shall be deemed to come from funds
12 available under the amended Compact carryover
13 from fiscal year 2005 and shall be used for
14 foreign consultant fees, provided that, these
15 funds shall not be allotted or obligated until
16 such time as formal approval has been obtained
17 in accordance with the amended Compact. The
18 sum appropriated herein shall be apportioned
19 as follows:

20	Personnel	\$ 97,247
21	Travel	70,000
22	Contractual Services	602,800
23	OCE	34,000
24	Fixed Assets	18,000"

25 Section 4. Section 3 of Public Law No. 14-80, as amended by
26 Public Laws Nos. 14-99, 14-104, and 15-01, is hereby further

1 amended to read as follows:

2 "Section 3. Operating expenses of the
 3 Legislative Branch. The sum of \$3,412,164, or
 4 so much thereof as may be necessary, is hereby
 5 appropriated from the General Fund of the
 6 Federated States of Micronesia for the fiscal
 7 year ending September 30, 2007, for the
 8 operations of the Legislative Branch of the
 9 National Government for the fiscal year 2007.
 10 The sum appropriated by this section shall be
 11 apportioned as follows:

12 (1) Speaker and Members.

13 \$1,577,164, or so much thereof as may be
 14 necessary, for the operations of the Office of
 15 the Speaker and Members of the Congress of the
 16 Federated States of Micronesia for the fiscal
 17 year 2007. The sum appropriated herein shall
 18 be apportioned as follows:

19	Personnel	\$	415,290
20	Travel		464,881
21	Contractual Services		647,600
22	OCE		50,000

23 (2) Staff Offices.

24 \$1,274,393, or so much thereof as may be
 25 necessary, for the operations of the Congress
 26 staff offices for the fiscal year 2007. The

1 sum appropriated herein shall be apportioned
 2 as follows:

3	Personnel	\$	822,962
4	Travel		134,371
5	Contractual Services		168,500
6	OCE		122,340
7	Fixed Assets		26,220

8 (3) Congress Delegation Offices.

9 \$560,000, or so much thereof as may be
 10 necessary, for the operations of the Congress
 11 delegation offices for the fiscal year 2007.

12 The sum appropriated herein shall be
 13 apportioned as follows:

14	(a) Kosrae Delegation Office	\$	80,000
15	(b) Pohnpei Delegation Office		160,000
16	(c) Chuuk Delegation Office		240,000
17	(d) Yap Delegation Office	\$	80,000"

18 Section 5. Section 8 of Public Law No. 14-80, as amended by
 19 Public Law No. 14-99, 14-104, and 15-01, is hereby amended to
 20 read as follows:

21 "Section 8. Grants, Subsidies and Contributions. The
 22 sum of \$5,461,704.62 or so much thereof as may be
 23 necessary, is hereby appropriated from the General Fund
 24 of the Federated States of Micronesia for the fiscal
 25 year ending September 30, 2007, for the following
 26 grants, subsidies and contributions during fiscal year

1 2007. The sum appropriated by this section shall be
 2 apportioned as follows:

3 (1) Department of Foreign Affairs.

4 (a) Pacific Islands Forum Secretariat \$ 46,000

5 (b) Secretariat for the Pacific

6 Community (SPC) 56,000

7 (c) UN and Specialized Agencies (UN) 60,000

8 (d) UN Economic and Social Commission

9 for Asia and the Pacific (ESCAP) 5,000

10 (e) East-West Center 5,000

11 (f) United Nations Development

12 Program (UNDP) 23,500

13 (g) Activities in preparation for

14 the establishment of an FSM embassy in

15 Beijing 207,585

16 (h) Activities in honor of the

17 FSM's 20th Independence Anniversary\$ 0

18 (2) Department of Finance and Administration.

19 (a) ACP Membership Fees 40,000

20 (b) OCO Membership Fee 2,000

21 (c) Maintenance fee for Financial

22 Management Information System 60,000

23 (d) FMIS Project 211,954

24 (provided that this amount shall be deemed to

25 come from funds available under the Amended

26 Compact for public sector capacity building

1	grant.)	
2	(3) <u>Department of Economic Affairs.</u>	
3	(a) Pacific Islands Development	
4	Program	15,000
5	(b) Forum Fisheries Agency (FFA)	21,000
6	(c) UN Development Program	3,000
7	(d) Coordinating Committee for	
8	Offshore Minerals Prospecting (SOPAC)	40,000
9	(e) Pacific Asia Travel Association .	5,000
10	(f) UN Environmental Program (UNEP) .	600
11	(g) Western Forestry Leadership	
12	Coalition	-0-
13	(h) Seaframe Program	-0-
14	(i) Food Agriculture Organization (FAO)	4,700
15	(j) UN Framework Convention	\$ 250
16	(k) National Association of State	
17	Foresters	-0-
18	(l) National Environmental	
19	Speech Contest	-0-
20	(m) FA/TCP Matching	34,500
21	(n) Matching for SPC Projects	60,000
22	(o) Tourism activities, provided that,	
23	no funds shall be allotted until such time as	
24	the Tourism Unit has submitted a plan for the	
25	use of the funds to the Standing Committee on	
26	Resources and Development and received written	

1	approval of the plan from the Chairman of the	
2	Committee	50,000
3	(4) <u>Department of Health, Education and</u>	
4	<u>Social Affairs.</u>	
5	(a) UN Fund for Population	
6	Activity (UNFPA)	3,000
7	(b) South Pacific Regional	
8	Environmental Program (SPREP)	7,375
9	(c) Aid to Non-Public Schools	300,000
10	(d) Financial Assistance to FSM	
11	Students attending College of Marshalls	
12	and Palau Community College	50,000
13	(e) World Health Organization (WHO) .	41,385
14	(f) National Board of Nursing	10,000
15	(g) Pacific Islands Health	
16	Officers Association	20,000
17	(h) National Close-Up Local Program .	64,000
18	(i) FSM Amateur Sports Association ..	20,000
19	(j) College of Micronesia Board (COM)	5,000
20	(k) Association of Territorial	
21	Health Organization	2,000
22	(l) FSM Red Cross	70,000
23	(m) UNESCO	4,000
24	(n) Independent professional evaluations,	
25	including but not limited to the evaluation of the	
26	national student testing systems and a personnel audit	

1 of the Chuuk State school system, provided that all
 2 funds appropriated herein shall be deemed to come from
 3 funds available under the amended Compact for the
 4 Education Sector, and provided that, these funds shall
 5 not be allotted or obligated until such time as formal
 6 approval has been obtained in accordance with the
 7 amended Compact 200,000

8 (o) Fuel, utilities, communication,
 9 equipment and contractual services for the
 10 Division of Education, provided that all funds
 11 appropriated herein shall be deemed to come
 12 from funds available under the amended Compact
 13 for the Education Sector, and provided that,
 14 these funds shall not be allotted or obligated
 15 until such time as formal approval has been
 16 obtained in accordance with the
 17 amended Compact\$ 45,068

18 (p) \$57,000 for Division of Health
 19 projects and programs, provided that, all
 20 funds appropriated herein shall be deemed to
 21 come from funds available under the amended
 22 Compact for the Health Sector, and provided
 23 that, these funds shall not be allotted or
 24 obligated until such time as formal approval
 25 has been obtained in accordance with the
 26 amended Compact. The sum appropriated herein

1	shall be apportioned as follows:	
2	(i) Projected shortfalls in	
3	communications	2,000
4	(ii) Drugs and medical supplies	
5	for Mental Health & Substance Abuse Program	10,000
6	(iii) Contracting off-island	
7	visiting medical specialists	28,000
8	(iv) TB & STD clinic supplies	
9	for the State governments	3,000
10	(v) Travel for off-island	
11	visiting medical specialists	14,000
12	(q) National Scholarship Fund,	
13	provided that, all funds appropriated	
14	herein shall be deemed to come from funds	
15	available from the Supplemental Education	
16	Grant (SEG) for fiscal year 2006, and	
17	provided that, these funds shall not be	
18	allotted or obligated until such time as	
19	formal approval has been obtained in	
20	accordance with the amended Compact	\$ 141,777
21	(5) <u>Department of Transportation,</u>	
22	<u>Communications and Infrastructure.</u>	
23	(a) Asia-Pacific Telecommunity (APT)	7,640
24	(b) International Telecommunications	
25	Union (ITU)	55,000
26	(c) International Civil Aviation	

1	Organization	28,050
2	(d) Micronesian Shipping Commission .	10,000
3	(e) FSM Capital	
4	Energy/Utilities	390,000
5	(f) Marine and Aviation fact-finding	
6	mission and student assistance	50,000
7	(6) <u>Coconut Development Authority (CDA).</u>	
8	(a) Copra Subsidy	50,000
9	(b) Asia Pacific Coconut	
10	Community (APCC)	15,000
11	(c) Pilot Plant Project\$	49,300
12	(7) <u>Other Grants, Subsidies and Contributions.</u>	
13	(a) Kosrae Judiciary subsidy	30,000
14	(b) Pohnpei Judiciary subsidy	45,000
15	(c) Chuuk Judiciary subsidy	45,000
16	(d) Yap Judiciary subsidy	20,000
17	(e) COM Treaty Obligations	25,000
18	(f) Micronesian Legal Services	
19	Corporation	150,000
20	(g) States Joint Law Enforcement,	
21	provided that \$25,000 shall go to Kosrae	
22	State, \$50,000 shall go to Pohnpei State,	
23	\$50,000 shall go to Chuuk State and	
24	\$25,000 shall go to Yap State	150,000
25	(h) Tuna Commission Membership	16,000
26	(i) Disaster Assistance Emergency	

1	Fund (DAEF) Matching	200,000
2	(k) Maritime Boundary Delimitation ..	43,500
3	(l) Yap Judiciary subsidy to be used	
4	solely to fund scholarships for citizens of	
5	Yap who are studying law	10,000
6	(m) Passport Revolving Fund	233,607.62
7	(n) State of Kosrae, PROVIDED THAT	
8	the amount appropriated herein shall take	
9	the form of a loan, the terms of which have	
10	been agreed between the President and the	
11	Governor of Kosrae, to help the State	
12	recover from its current financial crisis .\$	1,500,000
13	(o) July 2007 Presidential	
14	Inauguration	74,000
15	(p) July 2007 Presidential	
16	Inauguration - Congress funding to be	
17	divided as follows:	
18	(i) Kosrae Delegation	5,000
19	(ii) Yap Delegation	7,000
20	(iii) Chuuk Delegation	13,000
21	(iv) Pohnpei Delegation	1,000
22	Total	26,000
23	(q) MiCare, to be used to cover	
24	10% increase in premiums for members of	
25	health plan	16,913
26	(r) Land Grant Treaty	25,000

1	(s) Funeral expenses for former	
2	President Tosiwo Nakayama	55,000
3	(t) MLFC Loan Payment	90,000
4	(u) FSM Athletes to SP Games	60,000"

5 Section 6. Section 9 of Public Law No. 14-80, as amended by
 6 Public Laws Nos. 14-95 and 14-104, is hereby amended to read as
 7 follows:

8 "Section 9. Capital and Human Resource Development.
 9 The sum of \$9,055,333, or so much thereof as may be
 10 necessary, is hereby appropriated from the General Fund
 11 of the Federated States of Micronesia for the fiscal
 12 year ending September 30, 2007, for the following
 13 capital improvements, development programs and projects
 14 and human resource development. The sum appropriated by
 15 this section shall be apportioned as follows:

16 (1) College of Micronesia-FSM.
 17 \$6,272,833, or so much thereof as may be necessary, for
 18 the operations, programs and projects of the College
 19 during fiscal year 2007. The sum appropriated herein
 20 shall be apportioned as follows:

21 (a) COM-FSM operations, PROVIDED THAT all funds
 22 appropriated herein shall be deemed to come from funds
 23 available under the amended Compact for the Education
 24 Sector, provided further that, \$52,833 of these funds
 25 shall be used only for fuel, utilities, communication,
 26 equipment and contractual services, and provided that,

1	(a) FSM Tourism Promotion	100,000
2	(b) FSM Trade and FDI Project	75,000
3	(c) Diversification of Energy	125,000
4	(d) Crop Production Improvement	15,000

5 (4) Department of Transportation, Communication and
 6 Infrastructure.

7 (a) Dry Docking of MS Voyager PROVIDED THAT of
 8 the amount appropriated herein \$756,592 shall come from
 9 funds available under the amended Compact for
 10 Infrastructure Development Sector and, provided that,
 11 these funds shall not be allotted or obligated until
 12 such time as formal approval has been obtained in
 13 accordance with the Amended Compact of
 14 Free Association\$ 880,000

15 (b) Tuna Commission Headquarters
 16 Supplement -0-

17 (5) Department of Justice.

18 (a) FSM Patrol Boat Slipping 250,000
 19 (b) Construction of 2 fuel tanks -0-

20 (6) FSM Postal Services.

21 (a) Pohnpei Post Office renovation .\$ 50,000

22 (7) Infrastructure Maintenance Fund (IMF).

23 (a) IMF PROVIDED THAT \$118,750 of the funds
 24 appropriated herein shall be deemed to come from funds
 25 available under the amended Compact for Infrastructure
 26 Development Sector and, provided that, these funds shall

1 not be allotted or obligated until such time as formal
 2 approval has been obtained in accordance with the
 3 Amended Compact of Free Association 237,500

4 (8) FSM Development Bank.

5 (a) Escrow Account USDA Housing Program -0-

6 (9) FSM Trust Fund.

7 (a) FSM Trust Fund created under the Amended
 8 Compact of Free Association 1,000,000"

9 Section 7. This act shall become law upon approval by the
 10 President of the Federated States of Micronesia or upon its
 11 becoming law without such approval.

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 15 _____ July 26, 2007

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 20 /s/ Manny Mori
 21 Manny Mori
 22 President
 23 Federated States of Micronesia
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