

AN ACT

To further amend title 10 of the Code of the Federated States of Micronesia, as amended by Public Laws Nos. 2-61 and 3-4, by adding a new chapter 4 concerning the Compact of Free Association, and for other purposes.

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

1 Section 1. Title 10 of the Code of the Federated States of
2 Micronesia is hereby further amended by adding a new section 401 of
3 chapter 4 to read as follows:

4 "Section 401. Definition. As used in this chapter,
5 'Compact' means the Compact of Free Association between the
6 Federated States of Micronesia and the United States of
7 America and its related agreements."

8 Section 2. Title 10 of the Code of the Federated States of
9 Micronesia is hereby further amended by adding a new section 402 of
10 chapter 4 to read as follows:

11 "Section 402. Amendments to Compact.

12 (1) Mutual agreement by the Government of the Federated
13 States of Micronesia as provided for in the Compact which
14 results in amendment thereof shall be effected only by a two-
15 thirds vote of the Members of the Congress of the Federated
16 States of Micronesia.

17 (2) Notwithstanding any other provision of this
18 section, mutual agreement by the Government of the Federated
19 States of Micronesia as provided for in the Compact which
20 results in amendment thereof shall be effected only by a
21 two-thirds vote of the Members of Congress and majority
22 approval by the State legislatures of two-thirds of the
States of the Federated States of Micronesia if such
amendment provides for:

1 (a) Delegation of a major power or major powers of
2 government of the Federated States of Micronesia to another
3 government; or

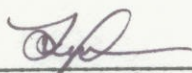
4 (b) Substantial reduction in any Compact benefit,
5 even if the reduction is accompanied by any form of
6 compensation.

7 (3) Notwithstanding any other provision of this
8 section, the Congress of the Federated States of Micronesia
9 may, as a matter of policy on a case-by-case basis, refrain
10 from acting upon an amendment not within the scope of
11 subsection (2) of this section until the State legislatures
12 have had an opportunity to express a formal opinion on the
13 matter by resolution."

14 Section 3. This act shall become law upon approval by the
15 President of the Federated States of Micronesia or upon its becoming
16 law without such approval.

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October 16, 1986



Tosiwo Nakayama
President
Federated States of Micronesia