
AN ACT

To further amend title 55 of the Code of the Federated States of Micronesia, as amended by Public Laws Nos. 5-16 and 5-88, by amending section 106 for the purpose of limiting the annual increase in the operations budget of the National Government, and for other purposes.

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

1 Section 1. Section 106 of title 55 of the Code of the Federated
2 States of Micronesia is hereby amended to read as follows:

3 "Section 106. Appropriations by Congress.

4 (1) The Congress, after receipt of the proposed
5 budget from the President and no later than August 29 of
6 each year, shall by act, adopt the annual budget of the
7 National Government of the ensuing fiscal year. In no event
8 shall the budget adopted or any amendments thereto provide
9 funding for the personnel, contractual services, or travel
10 expenses of any branch or agency of the National Government
11 in an amount greater than 110 percent of the aggregate
12 funding appropriated for such branch or agency for such
13 categories in the initial budget act of the immediately
14 preceding fiscal year, except where funding in excess of
15 such limit shall be deemed essential by the Congress on the
16 face of the appropriating legislation.

17 (2) Congress may alter the budget submitted by
18 the President in any respect.

19 (3) The budget alteration authority of Congress shall
20 be executed by means of appropriations legislation.
21 Appropriations or authorizations for the expenditure of funds
22 shall be made by law, except as provided in section 108 of



Public Law No. 5 - 1 19
CONGRESSIONAL BILL No. 5-249, C.D.1

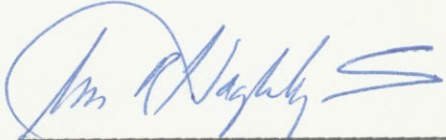
1 this chapter.

2 (4) Congress may restrict by law the expenditure of
3 funds for a specific purpose."

4 Section 2. This act shall become law upon approval by the
5 President of the Federated States of Micronesia or upon its becoming
6 law without such approval.

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December 28, 1988



John R. Haglelgam
President
Federated States of Micronesia

