
AN ACT

To appropriate the United States Dollar equivalent of the sum of 5,000,000 RMB Yuan from the Foreign Assistance Fund of the Federated States of Micronesia for the fiscal year ending September 30, 1996, to be distributed equally among the four States for the purpose of funding projects in the field of economic and technical cooperation between the Federated States of Micronesia and the People's Republic of China, and for other purposes.

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

Section 1. Appropriation. There is hereby appropriated the United States Dollar equivalent of the sum of 5,000,000 RMB yuan from the Foreign Assistance Fund of the Federated States of Micronesia for the fiscal year ending September 30, 1996, for the purpose of funding projects in the field of economic and technical cooperation between the Government of the Federated States of Micronesia and the People's Republic of China; PROVIDED, however, that, notwithstanding any language to the contrary herein, no funds appropriated herein shall be disbursed or be otherwise available for allotment or obligation until such time as the People's Republic of China has caused to be deposited into the Foreign Assistance Fund of the Federated States of Micronesia, 5,000,000 RMB Yuan, or its United States Dollar equivalent, for the purpose of funding projects in the field of economic and technical cooperation between the Federated States of Micronesia and the People's Republic of China.

Section 2. Allocation of funds. The funds appropriated pursuant to section 1 of this act shall be distributed equally among the four States.

Section 3. Use of the funds. The funds allocated to the State of Chuuk from the Foreign Assistance Fund under section 2 of this act, and appropriated pursuant to section 1 of the same, shall be used to purchase water drilling equipment, or other heavy duty equipment necessary for agricultural developments. The equipment to be purchased with the funds appropriated pursuant to section 1 of this act shall be procured from the People's Republic of China. The funds allocated to the States of Kosrae, Pohnpei and Yap, from

the Foreign Assistance Fund under section 2 of this act shall be used in relative conformity with the purposes for which the funds were donated, after consultations among the National Government, the Government of the People's Republic of China and the government of the respective State concerned.

Section 4. Allottee of the funds. All funds appropriated by this act shall be allotted, managed, administered, and accounted for in accordance with applicable law, including, but not limited to, the Financial Management Act of 1979. The allottee of the funds appropriated by this act shall be the National Planner of the Federated States of Micronesia, who shall be responsible for ensuring that these funds, or so much thereof as may be necessary, are used solely for the purpose specified in this act, and that no obligations are incurred in excess of the sum appropriated. The authority of the allottee to obligate funds appropriated by this act shall not lapse.

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

August 7, 1996

for /s/ Jacob Nena
Bailey Oltter
President
Federated States of Micronesia