THIRD RECULAR SESSION, 1982

C.B. No. 2-2

A BILL FOR AN ACT

To amend Public Law No. 1-45, as amended by Public Laws Nos. 1-115 and 2-18, to create a United States Federal Program Fund; to create a Federal program review procedure; and for other purposes.

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

- 1 Section 1. Public Law No. 1-45, as amended by Public Laws Nos.
- 1-115 and 2-18, is hereby further amended by the addition of a new .
- section 10 to read as follows: 3

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"Section 10. United States Federal Program Fund.

- Definitions. The term "United States Federal programs" shall include all funds made available to the Federated States of Micronesia pursuant to United States statute through categorical, block, consolidated, project, or discretionary grants. It shall also include grants received from any United Nations organization. It shall not include funds received from the United States Department of the Interior derived from its—annual departmental budget, or those funds known as transition funds.
- Federal program review. Prior to the submittal of any application, proposal, or pre-expenditure report to the Trust Territory administration or to the United States Federal Government, the President shall submit such application, proposal, or pre-expenditure report to the Congress of the Federated States of Micronesia for its review and approval by resolution. If Congress is not in session, the Committee on Health, Education and Social Affairs of the Congress of the Federated States of Micronesia shall approve such an agreement. The scope of such review shall be complete, with the right to approve of any aspect of any application, proposal, or pre-expenditure report.

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. 1 United States Federal Program Fund. 2 hereby created within the National Treasury of the Federated States of Micronesia a United States Federal Program Fund into which all funds received by the Federated States of Micronesia from United States Federal program sources, as ٠6 defined in subsection (1) above, shall be deposited. Funds 7 may be withdrawn from this fund pursuant to appropriations laws enacted by the Congress of the Federated States of [,] 8 Micronesia. United States Federal program funds shall be io accounted for and shall be in accordance with reporting requirements of the United States Government. Initially, 11 12 the United States Federal Program Fund shall consist of 13 all prior year unobligated balances of United States 14 Federal program funds and all United States Federal program funds designated for the National Government of the 1.5 16 Federated States of Micronesia and made available 17 beginning October 1, 1982." 18 Section 2. Sections 10, 11, 12, 13, 14, 15, and 16 are hereby 19 renumbered to read 11, 12, 13, 14, 15, 16, and 17, respectively. Section 3. Upon approval by the President of the Federated 20 States of Micronesia or upon its becoming law without such approval, this act shall take effect on October 1, 1982. 22 23 Introduced by: Peter M. Christian 25

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