A BILL FOR AN ACT

To appropriate the sum of $39,134,844 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, to provide for the budgeted operating expenses of all branches of the National Government of the Federated States of Micronesia, various programs, subsidies, grants and contributions; to establish a budget for compact sections 214(b), 215(a)(2), 216(a)(1), 216(a)(2), 216(a)(3) and 221(b); and to establish a development budget and appropriate funds available therefor under the Compact; and for other purposes.

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

1. Section 1. Definitions.

   "Budget book" means the document entitled Proposed Budget FY2000 for the National Government transmitted by the President to the Congress of the Federated States of Micronesia on March 31, 1999.

   "Output" means that set of objectives set forth in column 2 of the pages of the budget book referred to in this bill under the heading "key result/output". An output is a general policy objective, the achievement of which can be measured. An output is part of a strategic focus and will result in a certain amount or number of deliverables.

2. Section 2. Operating expenses of the Executive Branch. The sum of $13,530,616, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, for the operations of the Executive Branch of the National Government during fiscal year 2000. The sum appropriated by this section shall be apportioned as follows:

   (1) Office of the President $578,922 for the outputs set forth on page A-1-3 of the budget book.

   (2) Department of Foreign Affairs $3,238,268 for the outputs set forth in pages A-2-3 through A-2-4 of the budget book.

   (3) Department of Finance and Administration $2,411,204 for the outputs set forth in pages A-3-3 through A-3-7 of
1 the budget book.
2 (4) Department of Economic Affairs
3 $1,384,897 for the outputs set forth in pages A-4-4 through A-4-14
4 of the budget book.
5 (5) Department of Transportation, Communication and
6 Infrastructure
7 $1,373,405 for the outputs set forth in pages A-5-3 through A-5-6 of
8 the budget book.
9 (6) Department of Health, Education and Social Affairs
10 $1,403,269 for the outputs set forth in pages A-6-4 through A-6-21
11 of the budget book.
12 (7) Department of Justice
13 $3,042,224 for the outputs set forth in pages A-7-3 through A-7-5 of
14 the budget book. Of the total funds appropriated, $991,669 shall be
15 deemed to come from funds available under section 216(a)(1) of the
16 Compact of Free Association for marine surveillance.
17 (8) FSM Public Defender
18 $531,427 for the outputs set forth in page A-8-6 of the budget book.
19 Section 3. Operating expenses of the Legislative Branch. The
20 sum of $3,017,710, or so much thereof as may be necessary, is hereby
21 appropriated from the General Fund of the Federated States of
22 Micronesia for the fiscal year ending September 30, 2000, for the
23 operations of the Legislative Branch of the National Government
24 during fiscal year 2000 in order to achieve the outputs set forth in
25 pages B-1-5 and B-1-10 through B-1-11 of the budget book.
1 Section 4. Operating expenses of the National Judiciary. The
2 sum of $1,022,351, or so much thereof as may be necessary, is hereby
3 appropriated from the General Fund of the Federated States of
4 Micronesia for the fiscal year ending September 30, 2000, for the
5 operations of the Judiciary Branch of the National Government during
6 fiscal year 2000 in order to achieve the outputs set forth in pages
7 C-1-6 through C-1-8 of the budget book.
8
9 Section 5. Operating expenses of the Public Auditor. The sum
10 of $485,981, or so much thereof as may be necessary, is hereby
11 appropriated from the General Fund of the Federated States of
12 Micronesia for the fiscal year ending September 30, 2000, for the
13 operations of the Public Auditor of the National Government during
14 fiscal year 2000 in order to achieve the outputs set forth in pages
15 D-1-7 through D-1-8 of the budget book.
16
17 Section 6. Operating expenses of agencies of the National
18 Government. The sum of $788,339, or so much thereof as may be
19 necessary, is hereby appropriated from the General Fund of the
20 Federated States of Micronesia for the fiscal year ending September
21 30, 2000, for the operations of the following boards, commissions
22 and agencies during fiscal year 2000. The sum appropriated by this
23 section shall be apportioned as follows:
24
25 (1) Micronesian Maritime Authority
26 $395,445 for the outputs set forth in pages E-1-5 through E-1-6 of
27 the budget book.
28
29 (2) Board of Regents-COM
1 $76,742 for the outputs set forth on page E-2-5 of the budget book.
2
3 (3) FSM Coconut Development Authority
4 $174,334 for the outputs set forth on page E-3-4 of the budget book.
5
6 (4) FSM Banking Board
7 $141,818 for the outputs set forth in pages E-4-5 through E-4-6 of
8 the budget book.
9
10 Section 7. Special programs. The sum of $2,532,379, or so
11 much thereof as may be necessary, is hereby appropriated from the
12 General Fund of the Federated States of Micronesia for the fiscal
13 year ending September 30, 2000, for the following special programs
14 during fiscal year 2000. The sum appropriated by this section shall
15 be apportioned as follows:
16
17 (1) FSM Aquaculture Center
18 $117,211 for the outputs set forth on page F-1-4 of the budget book.
19
20 (2) Joint Committee on Compact Economic Negotiations (JCN)
21 $1,062,260 for the outputs set forth on page F-2-6 of the budget
22 book.
23
24 (3) National Government Early Retirement repayment
25 $1,352,908 for the repayment of the Asian Development Bank-financed
26 early retirement loan.
27
28 Section 8. Grants, subsidies and contributions. The sum of
29 $3,937,768, or so much thereof as may be necessary, is hereby
30 appropriated from the General Fund of the Federated States of
31 Micronesia for the fiscal year ending September 30, 2000, for the
32 following grants, subsidies and contributions during fiscal year
2000. The sum appropriated by this section shall be apportioned as follows:

1. **Department of Foreign Affairs**
   - (a) Forum Secretariat .................. $ 35,000
   - (b) Pacific Island Development Program ... 15,000
   - (c) South Pacific Commission ........... 30,000
   - (d) South Pacific Regional Environmental Program (SPREP) .......................... 7,375
   - (e) United Nations Economic and Social Commission for Asia and the Pacific (ESCAP) .......... 5,000
   - (f) Forum Fisheries Agency (FFA) ........ 21,000
   - (g) UN membership fees .................. 180,000
   - (h) UN Development Program ............. 3,000
   - (i) East-West Center .................... 10,000
   - (j) World Commission for Offshore Mineral Prospecting (WCOMP) .................. 8,000

2. **Department of Economic Affairs**
   - (a) Plant Protection Program .............. 60,000
   - (b) Pacific Asian Travel Association ...... 5,000

3. **Department of Health, Education and Social Affairs**
   - (a) UN Fund for Population Activity (UNFPA) 3,000
   - (b) Aid to Non-public Schools .............. 400,000
   - (c) BYRD Scholarship Program ............. 15,000
   - (d) Financial assistance for students .... 50,000
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<tr>
<td>1</td>
<td>(e) Continental Airlines Scholarship ...................................................................</td>
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<td>2</td>
<td>(f) World Health Organization (WHO) ....................................................................</td>
<td>$41,385</td>
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<td>3</td>
<td>(g) National Board of Nursing .............................................................................</td>
<td>$38,000</td>
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<td>4</td>
<td>(h) Pacific Islands Health Officers ....................................................................</td>
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<td>5</td>
<td>Association ..........................................................................................................</td>
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<td>6</td>
<td>(i) National Close-Up Local Program ...................................................................</td>
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<td>7</td>
<td>(j) FSM Amateur Sports Association ....................................................................</td>
<td>$70,000</td>
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<td>8</td>
<td>(4) Department of Justice ..................................................................................</td>
<td>$140,000</td>
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<td>9</td>
<td>(a) Kosrae Joint Law Enforcement ........................................................................</td>
<td>$160,000</td>
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<td>10</td>
<td>(b) Pohnpei Joint Law Enforcement ......................................................................</td>
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<td>(c) Chuuk Joint Law Enforcement ..........................................................................</td>
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<td>(d) Yap Joint Law Enforcement ............................................................................</td>
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<td>(5) Department of Transportation, Communication and Infrastructure ..................</td>
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<td>14</td>
<td>(a) Asia Pacific Telecommunity ...........................................................................</td>
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<td>(c) International Civil Aviation Organization ....................................................</td>
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<td>17</td>
<td>(d) Micronesian Shipping Commission ...................................................................</td>
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<td>18</td>
<td>(e) MMFA ...............................................................................................................</td>
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<td>19</td>
<td>(6) Coconut Development Authority .....................................................................</td>
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<td>20</td>
<td>(a) Copra Subsidy .................................................................................................</td>
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<td>21</td>
<td>(b) Asia Pacific Coconut Community ..................................................................</td>
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<tr>
<td>22</td>
<td>(7) Other subsidies and contributions ..................................................................</td>
<td>$60,000</td>
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Section 9. Energy budget. The sum of $348,000, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States Micronesia for the fiscal year ending September 30, 2000, to pay utility bills for National Government offices, operate and maintain standby generators, and establish energy conservation programs. The funds appropriated under this section shall be deemed to come from funds available under section 214(b) of the Compact of Free Association.

Section 10. Operating expenses of the Telecommunications Corporation. The sum of $882,000, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, for the operations of the FSM Telecommunications Corporation. The funds appropriated under this section shall be deemed to come from funds available under section 215(a)(2) of the Compact of Free Association.

Section 11. Compact section 216(a)(2) programs. The sum of $118,000, or so much thereof as may be necessary, is hereby
appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, for health and medical referral and other Compact section 216(a)(2) programs and projects. The funds appropriated under this section shall be deemed to come from funds available under section 216(a)(2) of the Compact of Free Association.

Section 12. Compact section 221(b) programs. The sum of $315,500, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2000, for health and education programs. The funds appropriated under this section shall be deemed to come from funds available under section 221(b) of the Compact of Free Association. The sum appropriated by this section shall be apportioned as follows:

(1) Health service programs

(a) Professional Support Services ........ $5,145
(b) Health Planning Workforce .............. 7,490
(c) Health and Vital Statistics ............. 8,394
(d) Tuberculosis Prevention .................. 6,673
(e) Leprosy Prevention and Control ......... 7,000
(f) Family/Health Planning ................... 8,277
(g) Health Education .......................... 3,000
(h) Immunization Program ..................... 6,000
(i) Sexually Transmitted Disease .......... 5,000
(j) Maternal and Child Health ............... 5,000
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<td>(k) Mental Health Services</td>
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<td>(l) Substance Abuse Prevention</td>
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<td>3</td>
<td>(m) AIDS Prevention and Control</td>
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<td>(n) Tobacco Prevention and Control</td>
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<td>(o) Food Inspection</td>
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<td>6</td>
<td>(p) Nutrition Services Program</td>
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<td>7</td>
<td>(q) National Women's Interest</td>
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<td>8</td>
<td>(r) National Youth Activities</td>
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<td>9</td>
<td>(s) Youth Leadership Conference</td>
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<td>10</td>
<td>(t) Boy Scout Program</td>
<td>$2,000</td>
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<td>11</td>
<td>(u) Sport Development Program</td>
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<td>12</td>
<td>(v) Diabetes Prevention and Control</td>
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<td>(2) Education Programs</td>
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<td>14</td>
<td>(a) National Standardization</td>
<td>$45,268</td>
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<td>15</td>
<td>(b) Educ. Ties Econ. Growth</td>
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<td>16</td>
<td>(c) College Admission Counseling</td>
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<td>17</td>
<td>(d) National Education Standards</td>
<td>$24,163</td>
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<tr>
<td>18</td>
<td>(e) Civic Education and FSM History</td>
<td>$36,444</td>
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Section 13. **College of Micronesia-FSM.** The sum of $3,330,000, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2003, to defray costs associated with the instruction of students and the operations and maintenance of the College. Of the total funds appropriated under this section, $800,000 shall be deemed to come from funds available under section
1 216(a)(3) of the Compact of Free Association.

2 Section 14. Post-secondary educational assistance. The sum of
3 $989,700, or so much thereof as may be necessary, is hereby
4 appropriated from the General Fund of the Federated States of
5 Micronesia for the fiscal year ending September 30, 2000, for the
6 purpose of providing post-secondary educational assistance. The
7 funds appropriated under this section shall be deemed to come from
8 funds available under section 216(a)(3) of the Compact of Free
9 Association. The sum appropriated by this section shall be
10 apportioned as follows:

11 (1) Kosrae State .......................... $ 128,661
12 (2) Pohnpei State ........................... 288,003
13 (3) Chuuk State ......................... 411,716
14 (4) Yap State ............................... 161,320

15 Section 15. Capital Development. The sum of $7,837,000, or so
16 much thereof as may be necessary, is hereby appropriated from the
17 General Fund of the Federated States of Micronesia for the fiscal
18 year ending September 30, 2000, for capital improvement and
19 development programs and projects. The funding for subsections
20 (1),(8),(10) and (12) shall be deemed to come from funds available
21 under Compact CIP. The sum appropriated by this section shall be
22 apportioned as follows:

23 (1) Staff upgrading (Div. of Personnel) ...... $ 200,000
24 (2) FSM Visitors Bureau ....................... 597,000
25 (3) Micro-entrepreneur Development Center ..... 132,000
Section 16. Employment ceilings. The maximum number of positions for each branch of the National Government shall be as follows:

(1) Executive Branch .......................... 426
(2) Legislative Branch ......................... 56
(3) Judiciary Branch .......................... 26
(4) Public Auditor ............................. 16
(5) Agencies
   (a) Micronesian Maritime Authority ........ 10
   (b) Coconut Development Authority ........ 4
   (c) National Postal Service ................. 26
   (d) FSM Banking Board ....................... 3

Section 17. Reprogramming. Reprogramming shall be effected by specifying the outputs for which funding is either increased or decreased. The President may reprogram up to 10 percent to and from
the funds appropriated to each department and office in section 2
(Operating expenses of the Executive Branch).

Section 18. Allotment and management of funds and lapse date.

(1) 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 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.

(2) The authority of the allottee to obligate funds appropriated by this act shall lapse as of September 30, 2000.

Section 19. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

Date: 11/4/99

Introduced by: Joseph J. Urusmaal by request