AN ACT

To appropriate $33,321,789 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2009, to provide funding for the operations of all branches of the National Government of the Federated States of Micronesia, its agencies, various programs, grants, subsidies and contributions; to extend the lapse date for funds appropriated in fiscal year ending September 30, 2008 from supplementary education grant (SEG), and for other purposes.

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

Section 1. Shall read as follows: To appropriate the sum of $33,321,789 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2009, for the purpose of funding the operations of all branches of the National Government of the Federated States of Micronesia, its agencies, various programs, grants, subsidies and contributions; and for other purposes. Of the total amount of funds appropriated herein, $789,832 shall be deemed to come from funds available under the amended Compact from the health sector; $4,149,567 shall be deemed to come from funds available under the amended Compact from the education sector (leaving $253,673 unappropriated); $100,000 shall be deemed to come from funds available under the amended Compact from the capacity building sector; $-0- shall be deemed to come from funds available under the amended Compact from the infrastructure sector; and $0 shall be deemed to come from funds available under the supplemental education grant (SEG). The sum appropriated herein shall be apportioned as follows:
Section 2. Operating expenses of the Executive Branch. The sum of $14,752,877 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, 2009, for the purpose of funding the operations of the Executive Branch of the National Government during the fiscal year 2009. Of the total amount of funds appropriated herein, $789,832 shall be deemed to come from funds available under the amended Compact from the health sector; $349,567 shall be deemed to come from funds available under the amended Compact from the education sector; and $0 shall be deemed to come from funds available under the supplemental education grant (SEG). The sum appropriated by this section shall be apportioned as follows:

(1) Office of the President.
$585,866 or so much thereof as may be necessary, for the operations of the Office of the President during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

| Personnel                      | $260,016 |
| Travel                        | 115,250  |
| Contractual Services          | 137,000  |
| OCE                           | 68,100   |
| Fixed Assets                  | 5,500    |

(2) Department of Foreign Affairs.
$3,515,314 or so much thereof as may be necessary, for
the operations of the Department of Foreign Affairs
during the fiscal year 2009. The sum appropriated
herein shall be apportioned as follows:

Personnel ........................................... $1,315,059
Travel ...............................................  175,268
Contractual Services ...........................  1,674,587
OCE ..................................................  327,400
Fixed Assets ................................. 23,000

(3) Department of Finance and Administration.
$1,686,615 or so much thereof as may be necessary, for
the operations of the Department of Finance and
Administration during the fiscal year 2009. The sum
appropriated herein shall be apportioned as follows:

Personnel...............................$ 1,162,860
Travel .....................................  154,669
Contractual Services .......................  140,748
OCE .............................................  216,557
Fixed Assets ........................................ 11,781

(4) Department of Resources and Development.
$633,970 or so much thereof as may be necessary, for the
operations of the Department of Resources and
Development during the fiscal year 2009. The sum
appropriated herein shall be apportioned as follows:

Personnel ........................................... $ 459,360
Travel ...........................................$  66,252
(5) Department of Transportation, Communication and Infrastructure.

$1,771,347 or so much thereof as may be necessary, for the operations of the Department of Transportation, Communications and Infrastructure during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

Personnel ..................................................$  446,963
Travel .................................................. 108,097
Contractual Services .............................. 1,087,287
OCE .................................................. 104,000
Fixed Assets ........................................ 7,000

(6) Department of Health and Social Affairs.

$990,750 or so much thereof as may be necessary, for the operations of the Department of Health and Social Affairs during the fiscal year 2009. Of the total funds appropriated herein, $789,832 shall be deemed to come from funds available under the amended Compact from the health sector. The sum appropriated herein shall be apportioned as follows:

Personnel ..................................................$  426,496
Travel .................................................. 127,749
(7) **Department of Education.**

$441,511 or so much thereof as may be necessary, for the operations of the Department of Education during the fiscal year 2009. Of the total funds appropriated herein, $349,567 shall be deemed to come from the funds available under the amended Compact from the education sector, and $-0- from supplemental education grant (SEG). The sum appropriated herein shall be apportioned as follows:

1. **Personnel** .................. $179,954
2. **Travel** .................. 50,404
3. **Contractual Services** ........ 165,201
4. **OCE** .................. 45,952
5. **Fixed Assets** ........ -0-

(8) **Department of Justice.**

$3,094,001 or so much thereof as may be necessary, for the operations of the Department of Justice during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

1. **Personnel** .................. $1,897,832
2. **Travel** .................. 102,285
3. **Contractual Services** ........ $166,664
(9) Office of the Public Defender.

$718,787 or so much thereof as may be necessary, for the operations of the Office of the Public Defender during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

Personnel .................................................. $ 490,737
Travel ....................................................... 98,000
Contractual Services ................................. 83,150
OCE .......................................................... 46,900
Fixed Assets ............................................... -0-

(10) Office of Statistics, Budget, Overseas Development Assistance and Compact Management.

$1,013,730 or so much thereof as may be necessary, for the operations of the Office of Statistics, Budget, Official Development Assistance and Compact Management during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

Personnel .................................................. $ 568,912
Travel ....................................................... 105,259
Contractual Services ................................. 202,000
OCE .......................................................... 124,059
Fixed Assets ............................................... 13,509

$167,301 or so much thereof as may be necessary, for the 
operations of the Office of Environment and Emergency 
Management during the fiscal year 2009. The sum 
appropriated herein shall be apportioned as follows:

Personnel ........................................ $ 117,225
Travel ............................................. 30,000
Contractual Services ......................... -0-
OCE ............................................. 17,076
Fixed Assets ................................. 3,000

(12) Office of National Archives, Culture and Historic 
Preservation

$133,685 or so much thereof as may be necessary, for the 
operations of the Office of National Archives, Culture 
and Historic Preservation during the fiscal year 2009. 
The sum appropriated herein shall be apportioned as 
follows:

Personnel ........................................ $ 100,190
Travel ............................................. 15,000
Contractual Services ......................... 5,000
OCE ............................................. 12,000
Fixed Assets ................................. 1,495

Section 3. Operating Expenses of the Legislative Branch.
The sum of $3,073,003 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, 2009, for
the operations of the Legislative Branch of the National Government during fiscal year 2009. The sum appropriated by this section shall be apportioned as follows:

(1) Speaker and Members.

$1,412,771 or so much thereof as may be necessary, for the operations of the Office of the Speaker and Members of the Congress of the Federated States of Micronesia during fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

Personnel ...................................... $415,290
Travel ......................................... 489,881
Contractual Services ......................... 507,600
OCE ........................................ -0-

(2) Staff Offices.

$1,170,232 or so much thereof as may be necessary, for the operations of the Congress staff offices during fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

Personnel ...................................... $764,480
Travel ......................................... 128,252
Contractual Services ......................... 123,500
OCE ........................................ 127,000
Fixed Assets ................................. 27,000

(3) Congress Delegation Offices.

$490,000, or so much thereof as may be necessary, for
the operations of the Congress delegation offices during fiscal year 2009, PROVIDED THAT of the sum appropriated herein, up to $20,000 per member may be used for representation expenses. The sum appropriated is apportioned as follows:

(i) Kosrae Delegation Office ..$ 70,000
(ii) Pohnpei Delegation Office . 140,000
(iii) Chuuk Delegation Office .... 210,000
(iv) Yap Delegation Office ...... 70,000

Section 4. Operating Expenses of the National Judicial Branch. The sum of $1,185,708 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, 2009, for the operations of the Judicial Branch of the National Government during the fiscal year 2009. The sum appropriated by this section shall be apportioned as follows:

Personnel .........................$ 724,639
Travel .................................. 125,463
Contractual Services .................. 135,300
OCE .................................... 175,306
Fixed Assets .......................... 25,000

Section 5. Operating Expenses of the National Public Auditor. The sum of $845,315 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, 2009, for the operations of the National Office of the Public Auditor during the fiscal year 2009 and for the first quarter of the year for the National Public Auditor’s Chuuk Office. The sum appropriated by this section shall be apportioned as follows:

Personnel ................................. $448,543
Travel .................................... 167,027
Contractual Services ....................... 162,350
OCE ........................................ 59,720
Fixed Assets ............................... 7,675

Section 6. Operating Expenses of Agencies of the National Government. The sum of $1,421,095 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, 2009, for the operations of the following boards, commissions and agencies during the fiscal year 2009. The sum appropriated by this section shall be apportioned as follows:

(1) National Oceanic Resource Management Authority (NORMA).
$367,407 or so much thereof as may be necessary, for the operations of NORMA for the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

Personnel ................................. $193,207
Travel ..................................... 60,000
Contractual Service ....................... $73,700
(2) Board of Regents (COM-FSM).

$65,000 or so much thereof as may be necessary, for the operations of the Board of Regents, COM-FSM during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

Personnel .....................................$ 40,500
Travel ....................................... 46,000
Contractual Services ....................... 10,000
OCE ......................................... 9,000
Fixed Assets .................................. -0-

(3) Coconut Development Authority (CDA).

$92,765 or so much thereof as may be necessary, for the operations of the Coconut Development Authority during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

Personnel .....................................$ 70,043
Travel ....................................... 12,722
Contractual Services ....................... -0-
OCE ......................................... 10,000
Fixed Assets .................................. -0-

(4) FSM Banking Board.

$237,907 or so much thereof as may be necessary, for the operations of the FSM Banking Board for the fiscal year
2009. The sum appropriated herein shall be apportioned as follows:

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Personnel</td>
<td>$99,313</td>
</tr>
<tr>
<td>Travel</td>
<td>$48,484</td>
</tr>
<tr>
<td>Contractual Services</td>
<td>$68,100</td>
</tr>
<tr>
<td>OCE</td>
<td>$22,010</td>
</tr>
<tr>
<td>Fixed Assets</td>
<td>$0</td>
</tr>
</tbody>
</table>

(5) FSM Postal Services.

$658,016 or so much thereof as may be necessary, for the operations of the National Postal Services during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Personnel</td>
<td>$409,041</td>
</tr>
<tr>
<td>Travel</td>
<td>$36,623</td>
</tr>
<tr>
<td>Contractual Services</td>
<td>$126,952</td>
</tr>
<tr>
<td>OCE</td>
<td>$85,400</td>
</tr>
<tr>
<td>Fixed Assets</td>
<td>$0</td>
</tr>
</tbody>
</table>

(6) National Fisheries Corporation (NFC).

NFC operations subsidy .............. $0
Air freight subsidy ...................... $0

Section 7. Special Programs. The sum of $387,629 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, 2009, for the following special programs during fiscal year 2009. The sum appropriated by this section
shall be apportioned as follows:

1. **FSM Aquaculture Center.**

   $83,136 or so much thereof as may be necessary, for the operations of the FSM Aquaculture Center during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Personnel</td>
<td>$38,617</td>
</tr>
<tr>
<td>Travel</td>
<td>$12,656</td>
</tr>
<tr>
<td>Contractual Services</td>
<td>$9,474</td>
</tr>
<tr>
<td>OCE</td>
<td>$22,389</td>
</tr>
<tr>
<td>Fixed Assets</td>
<td>-$0-</td>
</tr>
</tbody>
</table>

2. **National Election Commissioner.**

   $304,493 or so much thereof as may be necessary, for the operations of the National Election Commissioner’s Office during the fiscal year 2009. The sum appropriated herein shall be apportioned as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Personnel</td>
<td>$179,850</td>
</tr>
<tr>
<td>Travel</td>
<td>$11,993</td>
</tr>
<tr>
<td>Contractual Services</td>
<td>$28,000</td>
</tr>
<tr>
<td>OCE</td>
<td>$84,650</td>
</tr>
<tr>
<td>Fixed Assets</td>
<td>-$0-</td>
</tr>
</tbody>
</table>

Section 8. **Grants, Subsidies and Contributions.** The sum of $4,723,947 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, 2009, for the
following grants, subsidies and contributions during fiscal year 2009. Of the total amount of funds appropriated herein, $100,000 shall be deemed to come from funds available under the amended Compact from the capacity building sector. The sum appropriated by this section shall be apportioned as follows:

<table>
<thead>
<tr>
<th>(1) Office of the President.</th>
<th>(2) Department of Foreign Affairs.</th>
<th>(3) Department of Finance and Administration.</th>
</tr>
</thead>
<tbody>
<tr>
<td>(a) Asia-Pacific Broadcasting Dev.</td>
<td>(a) Pacific Islands Forum Secretariat</td>
<td>(a) CTAOCO Membership Fee</td>
</tr>
<tr>
<td>(ABU) ...................................... $4,500</td>
<td>(b) Secretariat of the Pacific Community (SPC) ......................... $56,000</td>
<td>(b) Maintenance fee for Financial Management Information System</td>
</tr>
<tr>
<td>(c) Pacific Island News Assn.</td>
<td>(c) UN Membership fees (UN) ... $60,000</td>
<td>(f) Cotonou Membership ........... $10,000</td>
</tr>
<tr>
<td>(PINA) ................................. $350</td>
<td>(d) UN Economic and Social Commission for Asia and the Pacific (ESCAP) ........... $5,000</td>
<td></td>
</tr>
<tr>
<td>(2) Department of Foreign Affairs.</td>
<td>(e) East-West Center .............. $5,000</td>
<td></td>
</tr>
<tr>
<td>(3) Department of Finance and Administration.</td>
<td>(f) Cotonou Membership ........... $10,000</td>
<td></td>
</tr>
<tr>
<td>(b) Maintenance fee for Financial Management Information System .......... $30,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>Amount</td>
</tr>
<tr>
<td>---</td>
<td>-----------------------------------------------------------------------------------------</td>
<td>---------</td>
</tr>
<tr>
<td>1</td>
<td>(c) FSM Group Life Insurance</td>
<td>43,000</td>
</tr>
<tr>
<td>2</td>
<td>(4) Department of Resources and Development</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>(a) Pacific Islands Development</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>Program</td>
<td>15,000</td>
</tr>
<tr>
<td>5</td>
<td>(b) Forum Fisheries</td>
<td></td>
</tr>
<tr>
<td>6</td>
<td>Agency (FFA)</td>
<td>33,227</td>
</tr>
<tr>
<td>7</td>
<td>(c) UN Development Program</td>
<td>3,000</td>
</tr>
<tr>
<td>8</td>
<td>(d) Coordinating Committee for Offshore Minerals Prospecting (SOPAC)</td>
<td>15,000</td>
</tr>
<tr>
<td>9</td>
<td>(e) Pacific Asia Travel Association</td>
<td>5,000</td>
</tr>
<tr>
<td>10</td>
<td>(f) Western Forestry Leadership</td>
<td></td>
</tr>
<tr>
<td>11</td>
<td>Coalition</td>
<td>500</td>
</tr>
<tr>
<td>12</td>
<td>(g) Food Agriculture Organization</td>
<td></td>
</tr>
<tr>
<td>13</td>
<td>(FAO)</td>
<td>4,700</td>
</tr>
<tr>
<td>14</td>
<td>(h) National Association of State</td>
<td></td>
</tr>
<tr>
<td>15</td>
<td>Foresters</td>
<td>500</td>
</tr>
<tr>
<td>16</td>
<td>(i) FAO/TCP Matching</td>
<td>34,508</td>
</tr>
<tr>
<td>17</td>
<td>(j) Matching for SPC Projects</td>
<td>60,000</td>
</tr>
<tr>
<td>18</td>
<td>(k) Quarantine Services Improvement</td>
<td></td>
</tr>
<tr>
<td>19</td>
<td>Project</td>
<td>50,000</td>
</tr>
<tr>
<td>20</td>
<td>(5) Department of Health and Social Affairs</td>
<td></td>
</tr>
<tr>
<td>21</td>
<td>(a) UN Fund for Population</td>
<td></td>
</tr>
<tr>
<td>22</td>
<td>Activity (UNFPA)</td>
<td>3,000</td>
</tr>
<tr>
<td>23</td>
<td>(b) World Health Organization (WHO)</td>
<td>4,000</td>
</tr>
<tr>
<td>24</td>
<td>(c) National Board of Nursing</td>
<td>10,000</td>
</tr>
</tbody>
</table>
(d) Pacific Islands Health Officers Association .......................... 20,000
(e) FSM Amateur Sports Association .. 20,000
(f) Association of Territorial Health Organization .......................... 2,000
(g) FSM Red Cross ..................... 70,000

(6) Department of Education.
(a) Aid to Non-Public Schools ........ 450,000
(b) Financial Assistance to FSM Students attending College of Marshalls and Palau Community College .......................... 50,000
(c) National Scholarship .............. 350,000
(d) National Close-Up local .......... 64,000
(e) College of Micronesia Board (COM) Annual Meeting .......................... 5,000

(7) Department of Transportation,
Communications and Infrastructure.
(a) Asia-Pacific Telecommunity (APT) .................................. 7,640
(b) International Telecommunications
Union (ITU) ........................................ 55,000
(c) International Civil Aviation
Organization ......................................... 28,050
(d) FSM Capital Energy/Utilities .... 400,000

(8) Office of S.B.O.C
<table>
<thead>
<tr>
<th></th>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>(a) Economic Reporting &amp; Statistics</td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>(Compact Public Sector Capacity Building)</td>
<td>$100,000</td>
</tr>
<tr>
<td>3</td>
<td>(9) Office of E.E.M</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>(a) 2nd National Environmental Conference</td>
<td>$13,558</td>
</tr>
<tr>
<td>5</td>
<td>(b) UNEP</td>
<td>$600</td>
</tr>
<tr>
<td>6</td>
<td>(c) 6th National Environmental Speech Contest</td>
<td>$15,000</td>
</tr>
<tr>
<td>7</td>
<td>(d) SPREP Convention (Annual Membership)</td>
<td>$671</td>
</tr>
<tr>
<td>8</td>
<td>(e) Waigani Convention (Annual Fee)</td>
<td>$55</td>
</tr>
<tr>
<td>9</td>
<td>(f) UN Con. to Combat Desertific.</td>
<td>$120</td>
</tr>
<tr>
<td>10</td>
<td>(g) UN Framework Convention (UNFCC)</td>
<td>$250</td>
</tr>
<tr>
<td>11</td>
<td>(h) SPREP (Annual Membership fee)</td>
<td>$10,184</td>
</tr>
<tr>
<td>13</td>
<td>(a) UNESCO</td>
<td>$4,000</td>
</tr>
<tr>
<td>14</td>
<td>(b) NCSHPO</td>
<td>$2,760</td>
</tr>
<tr>
<td>15</td>
<td>(c) PARBICA</td>
<td>$100</td>
</tr>
<tr>
<td>16</td>
<td>(d) PIALA</td>
<td>$100</td>
</tr>
<tr>
<td>17</td>
<td>(e) WHC Membership fee</td>
<td>$54</td>
</tr>
<tr>
<td>18</td>
<td>(11) Coconut Development Authority (CDA).</td>
<td></td>
</tr>
<tr>
<td>19</td>
<td>(a) Copra Subsidy</td>
<td>$100,000</td>
</tr>
<tr>
<td>20</td>
<td>(b) Asia Pacific Coconut Community</td>
<td></td>
</tr>
<tr>
<td>21</td>
<td>Coconut Development Authority (APCC)</td>
<td>$15,500</td>
</tr>
</tbody>
</table>
(12) Department of Justice.

(a) Kosrae State Joint Law Enforcement 25,000
(b) Pohnpei State Joint Law Enforcement 50,000
(c) Chuuk State Joint Law Enforcement

PROVIDED THAT of the funds appropriated herein, $35,000 shall be for the use of the Chuuk State Police and $15,000 shall be for the use of the Chuuk State Attorney General’s Office 50,000

(d) Yap State Joint Law Enforcement 25,000

(13) Other Grants, Subsidies and Contributions.

(a) Kosrae Judiciary subsidy 30,000
(b) Pohnpei Judiciary subsidy 45,000
(c) Chuuk Judiciary subsidy 45,000
(d) Yap Judiciary subsidy 30,000
(e) COM Treaty Obligations 25,000
(f) Micronesian Legal Services Corporation 100,000
(g) Former Presidents’ Allowance 50,000
(h) Tuna Commission Membership 49,629
(i) Disaster Assistance Emergency Fund (DAEF) Matching 200,000
(j) National Maritime boundary Delineation 160,804
(k) MiCare (10% Premium Increase and to
pay debt to providers and seek reimbursement by patients) $ 100,000

(l) MLFC Loan Payment $0-

(m) FY 08 Single Audit 329,250

(n) Compact Review Committee 75,000

(o) Funding for salary increase pursuant to law, PROVIDED THAT notwithstanding the prohibition on reprogramming contained in section 11, this amount may be reprogrammed by the allottee to the personnel budget line item of each branch, department, office, board, commission, authority or program where the eligible employees may be, and PROVIDED FURTHER THAT the allottee shall report to Congress, not later than 30 November 2008 the breakdown of how these funds have been reprogrammed 546,537

(p) FSM Social Security 500,000

Section 9. Capital and Human Resources Development. The sum of $6,932,215 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, 2009, for the following capital improvements, development programs, and projects and human resources development. Of the total amount of funds appropriated herein, $3,800,000 shall be deemed to come
from funds available under the amended Compact from the education sector and $-0- shall be deemed to come from the amended Compact from the infrastructure sector. The sum appropriated by this section shall be apportioned as follows:

(1) College of Micronesia-FSM.

$4,455,110 or so much thereof as may be necessary, for the operations, programs and projects of the College during fiscal year 2009. Of the total amount of funds appropriated herein, $3,800,000 shall be deemed to come from funds available under the amended Compact education sector and $-0- shall be deemed to come from the amended Compact infrastructure sector. The sum appropriated herein shall be apportioned as follows:

(a) COM-FSM operations, PROVIDED THAT all funds appropriated herein shall be deemed to come from funds available under the amended Compact from the Education Sector $3,800,000

(b) Fisheries and Maritime Institute 655,110

(c) COM-FSM State Campus Facility Improvement, PROVIDED THAT the sum appropriated herein shall be deemed to come from funds available under the amended Compact for Infrastructure Development Sector. -0-

(2) Department of Finance and Administration.

(a) National Staff Upgrading $50,000
(b) Tax Reform .......................... 128,000
(c) Staff housing ....................... 591,000
(d) Recruitment & Repatriation ...... 86,411
(3) Infrastructure Maintenance Fund (IMF).
   (a) IMF, PROVIDED THAT of the amount appropriated
   therein, $-0- shall be
   deemed to come from the amended Compact
   infrastructure sector ..................... 121,694
(4) President’s Office.
   (a) FSM Trust Fund ..................... 1,500,000
Section 10. Employment Ceilings. The maximum number of
positions for each branch and agency of the National
Government of the Federated States of Micronesia for fiscal
year 2009 shall be as follows:
(1) Executive Branch ..................... 461
(2) Legislative Branch .................... 59
(3) Judiciary Branch ...................... 31
(4) Public Auditor ......................... 25
(5) Agencies
   (a) National Oceanic Resource
   Management Authority ................... 11
   (b) Coconut Development Authority ... 4
   (c) FSM Postal Services ................. 38
   (d) FSM Banking Board .................. 5
(6) Special Programs
(a) FSM Aquaculture Center .......... 4
(b) Office of the Nat’l Election Director 11

Section 11. Reprogramming. Reprogramming of funds into or from the personnel budget line items shall not be permitted. The President, Speaker and Chief Justice may reprogram up to 10% to or from the funds appropriated in sections 2 (Operating expenses of the Executive Branch), 3 (Operating expenses of the Legislative Branch), and 4 (Operating expenses of the National Judicial Branch) respectively. Reprogramming of funds within a department, office or agency shall be effected by the head of such department, office or agency by specifying in writing to the Secretary of Finance and Administration, FSM National Government, the accounts for which funding is either increased or decreased. The President shall report to Congress within one month of the last day of each financial quarter all amounts reprogrammed inter or intra a department, office or agency.

Section 12. Allotment and management of funds and lapse date.

(1) General Provisions.

(a) 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 and the amended Compact of Free Association between the United States Government and the Government of the Federated
States of Micronesia and its related agreements.

(b) The allottees 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) Allottees. The allottee of the funds appropriated by this act are as follows:

(a) Section 2 - the allottee of these funds shall be the President of the Federated States of Micronesia;

(b) Section 3 - the allottee of these funds shall be the Speaker of the Congress of the Federated States of Micronesia;

(c) Section 4 - the allottee of these funds shall be the Chief Justice of the Supreme Court of the Federated States of Micronesia;

(d) Section 5 - the allottee of these funds shall be the Public Auditor of the Federated States of Micronesia;

(e) Sections 6 through 9 - the allotee of these funds shall be the President of the Federated States of Micronesia, EXCEPT THAT for the following subsections of sections 8 through 9 of this act:

   (i) Section 8 subsection (13)(a) through (d) - the allottee of these funds shall be the Chief Justice
of the respective state,

(ii) section 9(1)(a) through (c) - the allottee of these funds shall be the President of the College of Micronesia-FSM.

Lapse Date. The authority of the allottee to obligate funds appropriated by this act shall lapse as of September 30, 2009, EXCEPT the funds appropriated under section 9 of this act shall not lapse.

Section 13. The authority of the allottees to expend funds appropriated in the fiscal year ending September 30, 2008, in Public Law No. 15-11, as amended by Public Laws Nos. 15-18, 15-26, 15-33 and 15-43 (the FY08 Budget) from supplementary education grant (SEG) shall lapse as of September 30, 2009.

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

September 30, 2008

(for) /s/ Alik L. Alik

Manny Mori
President
Federated States of Micronesia