A RESOLUTION

Requesting the President of the Federated States of Micronesia to recognizing the allocation of infrastructure among the five regions in the State of Chuuk and to seek additional funding assistance to fund the infrastructure projects that are not funded under the Amended Compact but were identified in the FSM Infrastructure Development Plan and the Nathan and Associates Report.

1. WHEREAS, the Infrastructure Sector grants allocated for the State of Chuuk under the Amended Compact amounted to only $180,000 million far less than the total amount of $667,456 million anticipated for infrastructure projects in the State of Chuuk as identified in the Nathan and Associates Report and the Federated States of Micronesia Infrastructure Development Plan; and

2. WHEREAS, the amount available for infrastructure projects for Chuuk State under the Amended Compact equivalent to a small fraction of only 27% of the actual needs for the Chuuk State Infrastructure Development Projects as identified in the Nathan and Associates and the Federated States of Micronesia Infrastructure Development Plan; and

3. WHEREAS, the Infrastructure Projects Funds allocation by regions for the State of Chuuk as reflected in the Federated States of Micronesia Infrastructure Development Plan and the Nathan and Associate’s Report is as follows:

<table>
<thead>
<tr>
<th>Region</th>
<th>FSMIDP</th>
<th>%</th>
<th>Compact II CIP</th>
<th>%</th>
<th>Difference</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Northern Nomuneas</td>
<td>163,794</td>
<td>25</td>
<td>44.2 million</td>
<td>75</td>
<td>119,594</td>
</tr>
<tr>
<td>2. Southern Nomuneas</td>
<td>156,661</td>
<td>23</td>
<td>41.4 (million)</td>
<td>77</td>
<td>115,261</td>
</tr>
</tbody>
</table>
3. Faichuk   226,530  34  61.1   66  165,400
4. Mortlocks  57,079  9  16.1   91  41,979
5. Northwest  63,342  9  16.2   91  47,142
4 Total    $667,456 100 $180.0  $487,554
5 Percent    100  27  73

WHEREAS, the amount reflected above necessitates the immediate attention of the current Administration to seek additional funding assistance from Countries that have diplomatic relationships with the FSM Government to accomplish the objective of the FSM Infrastructure Development Plan inorder to build the needed infrastructures on the different islands in the State of Chuuk; and

WHEREAS, since the Trust Territory era the basic infrastructures were never available to about 70% of the general population of Chuuk State and that is continued today due to the unavailability of funds; and

WHEREAS, it was known before the re-negotiation of the Amended Compact that the United States Government and the FSM National Government had contracted the Nathan and Associates Engineering Firm to assess the infrastructures need for the entire Federation; and

WHEREAS, the Nathan and Associates Report was provided to both governments with high hope that funding is forthcoming for the infrastructures that are needed for the entire nation and that the negotiators during the Joint-Compact Negotiation (JCN) will
factor in the cost analysis identified in the Nathan and

WHEREAS, let it be known to the FSM leadership that the State
of Chuuk is in dire need of funding assistances for the major
infrastructure projects; now therefore,

BE IT RESOLVED, by the Fifteenth Congress of the Federated
States of Micronesia, Third Regular Session, 2008, that the
Congress hereby requests the President of the Federated States of
Micronesia to seek and secure funding assistance for the
infrastructures in the State of Chuuk; and

BE IT FURTHER RESOLVED that certified copies of this
resolution be transmitted to the President of the Federated States
of Micronesia, the Governor of Chuuk State, the President of the
Senate, Chuuk State Legislature, the Speaker of the House of
Representative, Chuuk State Legislature, the Mayors of the
Municipal Governments in the State of Chuuk, and the Secretary of
the Department of Foreign Affairs.

Date: 02/07/08

Introduced by: /s/ Setiro Paul

Setiro Paul

/s/ Joe N. Suka

Joe N. Suka