

STANDING COMMITTEE REPORT NO. 16-47

RE: C.R. NO. 16-32/R&D

SUBJECT: CONFIRMING THE NOMINATION OF MR. WILLIAM HAWLEY TO THE FSM
PETROLEUM CORPORATION BOARD OF DIRECTORS

DECEMBER 4, 2009

The Honorable Isaac V. Figir
Speaker, Sixteenth Congress
Federated States of Micronesia
Second Special Session, 2009

Dear Mr. Speaker:

Your Committee on Resources and Development, to which was referred
C.R. No. 15-32, entitled:

"A RESOLUTION CONFIRMING THE NOMINATION OF MR. WILLIAM
HAWLEY TO BE A MEMBER ON THE BOARD OF DIRECTORS OF THE
FEDERATED STATES OF MICRONESIA PETROLEUM CORPORATION.",

begs leave to report as follows:

The intent and purpose of the resolution are expressed in its title.

The nomination of Mr. William Hawley was transmitted to Congress on
September 15, 2009 through Presidential Communication No. 16-59.
Biographical information concerning Mr. Hawley's qualifications was
attached. A public hearing was held on December 2, 2009.

Presidential Communication 16-59 urges Congress to favorably consider
this nomination as a member of the FSM Petroleum Corporation. The
Resolution No. C.R. 16-32 recites that the President has nominated Mr.
Hawley "to serve on the Board as National Government Representative."
The resume provided outlines Mr. Hawley's qualifications.

It is noted that Section 214(a)(2) requires that all of the members of
the Petroleum Corporation Board must have some experience in public
administration, environmental matters, finance, or oil and gas
distribution.

Mr. Hawley's educational background includes attendance at Portland
Community College and Eastern Oregon State between 1977 and 1980. His
history of public service includes his role as draftsman for the Pohnpei
State Constitutional Convention in 1980, Administrative Office to the Chief
Justice of the Pohnpei State Supreme Court from 1981-1983, Administrative
Officer for the FSM Supreme Court from 1983-1985 and as Deputy Director of
Administration for the FSM Supreme Court from 1985 to 1990. In 1990 Mr.
Hawley became manager of the Pohnpei Pepper processing plant. From 1992
until the present time he has been the general manager of the Pohnpei LPGas

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Distributing Co. and Pohnpei Metal Works, Inc.

Mr. Hawley's record of community service and personal accomplishments is to be commended. He has served as Chairman of the FSM Mental Health Council, Chairman of the Board of the Micronesia Bound Program, Chairman of the Kolonia Town Sports Commission, President of the FSM Softball Federation, Chairman of the Sports Commission of Pohnpei State, Chairman of the Pohnpei Port Authority, Vice-President of the Oceania Softball Confederation for the Northern Territories, Chairman of the Board of the FSM Banking and Insurance Commission and Secretary of the Pohnpei Business Association.

The Committee held a hearing on the nomination on December 2, 2009. Witnesses at the hearing were Mr. William Hawley and Mr. Patrick Blank representing the President's Office. The nominee apologized on behalf of the Management of the Corporation because they all were off-islands attending meeting in Yap State.

Furthermore, the nominee informed the Committee that he was appointed and confirmed on the Board since the inception of the Corporation, and pursuant to Section 214(a) 1 of title 27 of the FSM code, his term expired. The nominee briefly summarized the latest development of the Corporation, and indicated that he is still interested to serve on the Board. He thanked the President for trusting him to continue serve on the Board by submitting his nomination to Congress. Mr. Blank informed the Committee that the President is supporting the nominee and wish that Congress confirms him.

It is abundantly clear that William Hawley possesses the experience necessary to qualify him to be a member of the Board of the Petroleum Corporation. As the Chairman of the MPC Board, the nominee has excelled in his duties and responsibilities.

Your Committee believes that William Hawley is qualified to serve on the Board of Directors of the FSM Petroleum Corporation as the National representative at the present time.

Based upon the information and comments received and discussions with the nominee, your committee believes that Mr. Hawley is well suited to manage the complexities of the Office.

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Your Committee on Resources and Development is, therefore, in accord with the intent and purpose of C.R. No. 16-32, and recommends its adoption.

Respectfully submitted,

/s/
Roger S. Mori, chairman

/s/
Tony Otto, vice chairman

/s/
Dohsis Halbert, member

/s/
Dion G. Neth, member

/s/
Peter Sitan, member

/s/
Joseph J. Urusemal, member

/s/
Paliknoa K. Welly, member