SEVENTEENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

THIRD REGULAR SESSION, 2012

C.B. NO. 17-83

A BILL FOR AN ACT

To amend title 25 of the Code of the Federated States of Micronesia by repealing chapters 1 through 4 of subtitle I in their entirety and amending chapters 5 through 7 of subtitle II by renumbering chapters 5 through 7 as chapters 1 through 3, for the purpose of revising and updating the Federated States of Micronesia Environmental Protection Act, and for other purposes.

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

Section 1. Chapters 1 through 4 of title 25 of the Code of
 the Federated States of Micronesia are hereby repealed in their
 entirety.

Section 2. Chapter 5 of title 25 of the Code of the
Federated States of Micronesia is hereby renumbered as chapter 1.
Section 3. Section 501 of title 25 of the Code of the

7 Federated States of Micronesia entitled "Short title" is hereby 8 amended to read as follows:

9 "Section [501] <u>101</u>. <u>Short title</u>.

10This [sub]title may be cited as the Federated States11of Micronesia Environmental Protection Act."

Section 4. Section 502 of title 25 of the Code of the Federated States of Micronesia entitled "Public policy" is hereby amended to read as follows:

15 "Section [502] 102. Public policy.
16 (1) The Federated States of Micronesia, recognizing
17 the profound impact of man's activity on the
18 interrelations of all components of the natural

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environment [al], particularly the profound influences 1 2 of population [growth] fluctuation and redistribution, cultural change, resource 3 exploitation, and new [expanding] technological 4 [advances] developments, and recognizing further the 5 6 critical importance of restoring and maintaining environmental quality for the overall welfare and 7 development of man, and recognizing further the 8 severe threat posed by anthropogenic climate change 9 and the urgent need to both mitigate and adapt to 10 future changes in the climate, declares that it is 11 the continuing policy of the Federated States of 12 13 Micronesia, in cooperation with [S] state and municipal governments, and other concerned public and 14 private organizations, to use all practicable means 15 16 and measures, including financial and technical assistance, in a manner calculated to foster and 17 18 promote the general welfare, to create and maintain conditions under which man and nature can exist in 19 productive harmony, and fulfill the social, economic, 20 21 and other requirements of present and future 22 generations of the Federated States of Micronesia.

(2) In order to carry out the policy set forth in
this subtitle, it is the continuing responsibility of
the Federated States of Micronesia to use all

practicable means, consistent with other essential 1 2 considerations of national policy, to improve and coordinate governmental plans, functions, programs, 3 and resources to the end that the inhabitants of the 4 Federated States of Micronesia may: 5 6 (a) fulfill the responsibilities for each generation as trustee of the environment for 7 succeeding generations; 8 9 (b) [assure for all Micronesians] enjoy safe, healthful, productive, and aesthetically and 10 11 culturally pleasing surroundings; (c) attain the widest range of beneficial uses 12 of the environment without degradation, risk to 13 14 health or safety, or other undesirable or unintended consequences; [and] 15 16 (d) preserve important historic, cultural, and natural aspects of our Micronesian heritage, and 17 maintain, wherever possible, an environment which 18 supports diversity and variety of individual choice; 19 20 and 21 (e) remain responsible members of the global 22 community by complying with the international legal 23 obligations accepted by the Federated States of Micronesia upon ratifying or acceding to 24 25 international environment agreements.

(3) The effort to protect and preserve the 1 2 environment will be carried forward in close 3 cooperation with the [s]States in the formulation of policy, enforcement, and other activities. 4 (4) The Federated States of Micronesia recognizes 5 that each person has a responsibility to contribute 6 7 to the preservation and enhancement of the environment." 8 Section 5. Section 503 of title 25 of the Code of the 9 10 Federated States of Micronesia entitled "Definitions" is hereby amended to read as follows: 11 "Section [503] 103. Definitions. 12 The following words, for the purpose of this 13 14 [sub] title shall have the following meanings: (1) ["Board" means the Secretary of Human 15 16 Resources] "Director" means the Director of the Office of Environment and Emergency Management; 17 (2) ["Chairman of the Board" or "chairman" means 18 19 the Secretary of Human Resources or his designee] "Exclusive Economic Zone" means the exclusive 20 21 economic zone defined in title 18 of the Code of the 22 Federated States of Micronesia; 23 (3) "Office" means the Office of Environment and 24 Emergency Management of the Federated States of 25 Micronesia;

1	(4) "Person" means the Federated States of
2	Micronesia, a State, municipality, political
3	subdivision, a public or private institution,
4	corporation, partnership, joint venture, association,
5	firm, or company organized or existing under the laws
6	of the Federated States of Micronesia or any State or
7	country, lessee or other occupant of property, or
8	individual, acting singly or as a group;
9	[(4)] <u>(5)</u> " <i>Pollutant"</i> means one or more substances
10	or forms of energy which, when present in the air,
11	land, or water, are or may be harmful or injurious to
12	human health, welfare, or safety, to animal or plant
13	life, or to property, or which unreasonably interfere
14	with the enjoyment by the people of life or property.
15	[(5) "Primary drinking water regulation" means a
16	regulation which:
17	(a) Applies to public water systems;
18	(b) Specifies contaminants which, in the
19	judgment of the Boards, may have any adverse effect
20	on the health of persons; and
21	(c) Specifies for each such contaminant
22	either:
23	(i) A maximum contaminant level, if, in
24	the judgment of the Board, it is economically and
25	technologically feasible to ascertain the level of

1	such contaminant in water in public water systems; or
2	(ii) If, in the judgment of the Board, it
3	is not economically or technologically possible to so
4	ascertain the level of such contaminant, each
5	treatment technique known to the Board which leads to
6	a reduction in the level of such contaminant;
7	(d) Contains criteria and procedures to
8	assure a supply of drinking water which dependably
9	complies with such maximum contaminant levels,
10	including quality control and testing procedures to
11	ensure compliance with such levels and to ensure
12	proper operation and maintenance of the system and
13	requirements as to:
14	(i) The minimum quality of water which
15	may be taken into the system; and
16	(ii) Siting for new facilities for public
17	water systems.
18	(6) "Secondary drinking water regulation" means a
19	regulation which applies to public water systems and
20	which specifies the maximum contaminant level which
21	in the judgment of the Board is requisite to protect
22	the public welfare. Such regulations may apply to
23	any contaminant in drinking water:
24	(a) Which may adversely affect the odor or
25	appearance of such water and consequently may cause a

2 water system providing such water to discontinue 3 use; or	
3 use; or	the
	the
4 (b) Which may otherwise adversely affect	
5 public welfare. Such regulations may vary accor	ding
6 to geographic or other circumstances.	2
7 (7) <i>"Trust Territory Environmental Protection</i>"	
8 Board" means the board established pursuant to 2	5
9 F.S.M. C. 201.]"	
10 Section 6. Chapter 6 of title 25 of the Code of the	
11 Federated States of Micronesia is hereby renumbered as cha	pter
12 2.	
13 Section 7. Sections 601 through Section 605 entitled	
14 "RESERVED" are amended to read as follows:	
15 "Sections [601] <u>201</u> - [605] <u>205</u> . RESERVED."	
16 Section 8. Section 606 of title 25 of the Code of th	e
17 Federated States of Micronesia entitled "Technical assista	nce"
18 is hereby amended to read as follows:	
19 "Section [606] 206. <u>Technical assistance</u> .	
20 The President shall provide the [Board] <u>Office</u> w	ith
21 necessary technical and legal assistance through	
22 departments, offices, and agencies of the Nation	al
23 Government."	
24 Section 9. Sections 607 of title 25 of the Code of t	he
25 Federated States of Micronesia entitled "RESERVED" is here	ру

amended to read as follows: 1 "Section. [607] <u>207</u>. RESERVED." 2 Section 10. Section 608 of title 25 of the Code of the 3 Federated States of Micronesia entitled "Reports" is hereby 4 amended to read as follows: 5 "Section [608] 208. 6 Reports. The [Board] Director shall transmit to the President 7 8 and Congress, no later than September 30th of each year, an environmental quality report for the 9 preceding calendar year, [which shall set forth: 10 (1) the status and conditions of the major natural, 11 artificial, or altered environmental classes of the 12 13 Federated States of Micronesia, including, but not limited to, the air the waters, including marine, 14 estuarine, and fresh water, and the terrestrial 15 16 environmental, including, but not limited to, the 17 forest, mangrove areas, beaches, reefs, drylands, 18 wetlands, and urban and rural environment; 19 (2) current and foreseeable trends in the quality, 20 management, and utilization of such environments and 21 the effects of those trends on the social, economic, 22 and other requirements of the Federated States of 23 Micronesia: 24 (3) the adequacy of available natural resources for 25 fulfilling human and economic requirements of the

1	Federated States of Micronesia in the light of
2	expected population pressures;
3	(4) a review of the programs and activities
4	(including regulatory activities) of the National
5	Government, State governments, local governments, and
6	nongovernmental entities or individuals, with
7	particular reference to their effect on the
8	environment, the conservation, development, and
9	utilization of the Federated States of Micronesia;
10	and
11	(5) a program for remedying the deficiencies of
12	existing programs and activities, together with
13	recommendations for legislation.]
14	covering the status and conditions of the environment
15	of the Federated States of Micronesia, and a review
16	of the programs and activities (including regulatory
17	activities) of the HYPERLINK
18	"http://www.fsmlaw.org/fsm/index.htm" <u>National</u>
19	Government, state governments, municipal governments
20	and nongovernmental entities, with particular
21	reference to their effect on the environment of the
22	Federated States of Micronesia."
23	Section 11. Section 609 of title 25 of the Code of the
24	Federated States of Micronesia is hereby amended to read as

25 follows:

"Section [609] 209. General powers and duties of the 1 2 [Board] Office. 3 The [Board] Office shall have the power and duty to work in close cooperation with the States to protect 4 the environment, human health, welfare, and safety 5 6 and to abate, control, and prohibit pollution or contamination of air, land, and water in accordance 7 with this [sub] title and with the regulations 8 9 adopted and promulgated pursuant to this [sub]title, including measures undertaken to prohibit or regulate 10 the testing, storage, use, disposal, import and 11 export of radioactive, toxic chemical, or other 12 harmful substances. The [Board] Office shall balance 13 14 the needs of economic and social development with [against] those of environmental quality and shall 15 16 adopt regulations and pursue policies which, to the maximum extent possible, promote both these needs and 17 18 the policies set forth in section [502] <u>102</u> of this title." 19

20 Section 12. Section 610 of title 25 of the Code of the 21 Federated States of Micronesia is hereby amended to read as 22 follows:

23 "Section [610] 210. Specific powers and duties of
24 <u>the [Board] Office</u>.
25 For the purposes set forth in section [604] 209 of

this chapter, the [Board] Director is authorized and 1 2 empowered to: 3 (1) adopt, approve, amend, revise, promulgate, and repeal regulations [, in the manner which is or may be 4 provided by law,] to effect the purposes of this 5 6 [sub]title, and enforce such regulations which shall have the force and effect of $law[\frac{1}{7}]$. These may 7 include regulations to give effect to the obligations 8 contained in the following international 9 environmental treaties ratified by the Federated 10 11 States of Micronesia (a) Basel Convention on the Control of Trans 12 boundary Movements of Hazardous Wastes and Their 13 14 Disposal; (b) Montreal Protocol on Substances that 15 16 Deplete the Ozone Layer; (c) Stockholm Convention on Persistent Organic 17 18 Pollutants; and (d) <u>Waigani Convention to Ban the Importation</u> 19 into Forum Island Countries of Hazardous and 2.0 21 Radioactive Wastes within the South Pacific Region. 22 (2) [adopt, approve, amend, revise, promulgate, and 23 repeal primary and secondary drinking water regulations;] in accordance with regulations adopted 24 under this section may collect fees from persons 25

1	submitting applications or receiving permits or
2	licenses. Fees collected under this subsection shall
3	be paid to the Treasury of the Federated States of
4	Micronesia for credit to the General Fund of the
5	Federated States of Micronesia;
6	(3) accept appropriations, loans, and grants from
7	[the United States Government or any agency thereof
8	and other] any appropriate sources, public or
9	private, which [loans, grants, and appropriations]
10	shall not be expended for other than the purposes of
11	this [sub]title;
12	(4) adopt and provide for the continuing
13	administration of nationwide programs for the
14	protection of the environment, human health, welfare,
15	and safety <u>of the Federated States of Micronesia</u> [and
16	for the prevention, control, and abatement of
17	pollution of the air, land, and water, including
18	programs for the abatement or prevention of the
19	contamination of drinking water systems], and from
20	time to time review and modify such programs as
21	necessary; <u>and</u>
22	(5) [establish criteria for classifying air, land,
23	and water in accordance with present and future uses;
24	[(6) establish and provide for the continuing
25	administration of a permit system whereby a permit

1	shall be required for the discharge by any person or
2	any pollutant in the air, land, or water, or for the
3	conduct by any person of any activity, including, but
4	not limited to, the operation, construction,
5	expansion, or alteration of any installation, which
6	results in or may result in the discharge of any
7	pollutant in the air, land, or water, provide for the
8	issuance, modification, suspension, revocation, and
9	termination of such permits, and for the posting of
10	any appropriate bond;]
11	(7) collect information and establish
12	recordkeeping, monitoring, and reporting requirements
13	as necessary and appropriate to carry out the
14	purposes of this [sub]title
15	[(8) conduct a study of those United States
16	environmental protection laws which contain standards
17	applicable to the Government of the Federated States
18	of Micronesia, pursuant to section 161(b) of the
19	Compact of Free Association, and make recommendations
20	as to any necessary modifications of those laws in
21	light of the particular circumstances of the
22	Federated States of Micronesia.]"
23	Section 13. Chapter 7 of title 25 of the Code of the
24	Federated States of Micronesia is hereby renumbered as chapter
25	3.

1	Section 14. Section 701 of title 25 of the Code of the
2	Federated States of Micronesia entitled "Cooperative
3	agreements" is hereby amended to read as follows:
4	"Section [701] <u>301</u> . <u>Cooperative agreements</u> .
5	(1) The [Board] <u>Director</u> is authorized to enter
6	into written cooperative agreements with the States
7	or State agencies [for the purpose of:
8	(a) collecting data and any information
9	relative to identifying the local needs with respect
10	to controlling, protecting, and enhancing the
11	environmental quality of the State;
12	(b) acting as an agent of the Board in
13	implementing programs at the State level;
14	(c) providing funds from the Board for the
15	purpose of implementing environmental protection
16	program activities within each State;
17	(d) conducting investigations, making studies,
18	reviewing local grievances, and making
19	recommendations as needed to the Board; and
20	(e) performing any other activities within the
21	jurisdiction of the Board.]
22	to assist in achieving the purposes set out in this
23	<u>title.</u>
24	(2) [Such function or functions delegated to the
25	States pursuant to subsection (1) of this section may

1	be reassumed and performed by the Board if such	
2	delegation will result in the actual termination	of
3	any financial grant received by the Board. Notice	of
4	such reassumption shall be by written notice to e	each
5	State or State agency involved.]	
6	The Director is authorized to enter into written	
7	cooperative agreements with the departments or	
8	agencies of the National Government of the Federa	<u>ated</u>
9	States of Micronesia to assist in achieving the	
10	purposes of this title. "	
11	Section 15. Section 702 of title 25 of the Code of th	ne
12	Federated States of Micronesia entitled "Environment impact	
13	statements" is hereby amended to read as follows:	
14	"Section [702] <u>302</u> . Environmental impact stateme	ents.
15	(1) [The National Government and its agencies]	Any
16	person, prior to taking any action that may	
17	significantly affect the quality of the environme	<u>ent</u>
18	within the exclusive economic zone of the Federat	<u>ed</u>
19	States of Micronesia, or within the boundaries of	<u>the</u>
20	<u>National Capital Complex at Palikir, must</u> submit	an
21	environmental impact statement to the [Board]	
22	Director, in accordance with regulations establis	shed
23	by the [Board] <u>Director</u> [, prior to taking any ma	ajor
24	action significantly affecting the quality of the	2
25	human environment. This requirement shall apply t	.0

any such action funded in any part by the National 1 2 Government or its agencies; provided, that in such 3 case the recipient of the funds may be required to submit the environmental impact statement as 4 condition to its receipt of funds]. 5 6 (2) The environmental impact statements required by subsection (1) of this section [shall be a] are 7 public documents, and [shall] must include a detailed 8 9 statement on: (a) the environmental impact of the 10 11 proposed action; (b) any adverse environmental effects 12 which cannot be avoided should the proposal be 13 14 implemented; 15 (c) the alternatives to the proposed 16 action; (d) the relationship between local short-17 term uses of the environment and the maintenance and 18 enhancement of long-term productivity; and 19 (e) any irreversible and irretrievable 20 21 commitments of resources which would be involved in the proposed action should it be implemented." 22 Section 16. Section 703 of title 25 of the Code of the 23 Federated States of Micronesia entitled "Right of entry" is 24 25 hereby amended to read as follows:

1	"Section [703] <u>303</u> . <u>Right of entry</u> .
2	Whenever it is necessary for the purposes of this
3	[sub]title, the [Board] <u>Director</u> , or any [member]
4	officer, agent, or employee when duly authorized by
5	the [Board] <u>Director</u> or by court order, may, at
6	reasonable times, enter any establishment or upon any
7	property."
8	Section 17. Section 704 of title 25 of the Code of the
9	Federated States of Micronesia entitled "Violation -
10	Enforcement action" is hereby amended to read as follows:
11	"Section [704] <u>304</u> . <u>Violation – Enforcement action</u> .
12	Any person who violates any provision of this
13	[sub]title, or any permit, regulation, standard, or
14	order issued or promulgated under this [sub]title,
15	shall be subject to enforcement action by the [Board]
16	Office. Such enforcement action may include, but is
17	not limited to:
18	(1) an order to cease and desist from the
19	violation, or to comply within a specific time
20	period;
21	(2) an order to clean up or abate the effects of
22	any pollutant;
23	(3) the imposition of a civil penalty up to
24	[10,000] 100,000 for each day of the violation.
25	Penalties collected under this subsection shall be

paid to the Treasury of the Federated States of 1 2 Micronesia for credit to the General Fund of the Federated States of Micronesia; 3 (4) a civil action commenced in the Trial Division 4 of the Federated States of Micronesia Supreme Court 5 to enjoin the violation; 6 7 (5) a civil action for damages commenced in the Trial Division of the Federated States of Micronesia 8 9 Supreme Court. Such action may be in addition to any civil penalties imposed hereunder. In determining 10 such damages, the Court shall take into consideration 11 all relevant circumstances, including, but not 12 limited to, the extent of harm caused by the 13 14 violation, the nature and persistence of the violation, the length of time over which the 15 16 violation occurred, and corrective action, if any, 17 taken by the violator. Damages collected under this 18 subsection shall be paid to the Treasury of the Federated States of Micronesia for credit to the 19 General Fund of the Federated States of Micronesia; 20 21 and

(6) conducting a public hearing to determine the
authenticity of the facts upon which the alleged
violation is based, adequate notice of which and
opportunity to appear and be heard at which shall be

1	afforded to all interested persons."
2	Section 18. Section 705 of title 25 of the Code of the
3	Federated States of Micronesia entitled "Administrative
4	procedure applicable" is hereby amended to read as follows:
5	"Section [705] <u>305</u> . <u>Administrative procedure</u>
6	applicable.
7	The provisions of sections [704] <u>304</u> and [707] <u>307</u> of
8	this chapter shall be interpreted consistently with
9	the provisions of any law concerning administrative
10	procedure which is or may hereafter become Federated
11	States of Micronesia law. In the event of conflict
12	between the two, the provisions of the latter shall
13	supersede and be controlling."
14	Section 19. Section 706 of title 25 of the Code of the
15	Federated States of Micronesia entitled "Judicial review" is
16	hereby amended to read as follows:
17	"Section [706] <u>306</u> . <u>Judicial review</u> .
18	(1) Any person who is or will be adversely affected
19	by the enforcement of any standard, policy,
20	regulation, permit, order, or penalty [of the Board
21	and] imposed under this title or regulations made
22	pursuant to this title and who alleges its invalidity
23	may file a petition for a declaratory judgment
24	thereon in the Trial Division of the Federated States
25	of Micronesia Supreme Court.

(2) The Court shall declare the standard, policy, 1 2 regulation, permit, order, or penalty invalid if it finds that it exceeds the statutory authority of the 3 [Board] Director, or that it is arbitrary and 4 capricious." 5 6 Section 20. Section 707 of title 25 of the Code of the Federated States of Micronesia entitled "False statements" is 7 hereby amended to read as follow: 8 "Section [707] 307. False statement. 9 Any person who knowingly makes any false statement, 10 representation, or certification in any application, 11 record, report, plan, or other document filed or 12 required to be maintained under this [sub]title, or 13 14 by any permit, regulation, or order issued under this [sub] title, or who falsifies, tampers with, or 15 16 knowingly renders inaccurate any monitoring device or method required to be maintained under this 17 18 [sub] title or by a permit, regulation, or any order issued under this [sub]title, is guilty of a 19 20 misdemeanor, and upon conviction thereof, shall be 21 punished by a fine of not more than [10,000] 22 100,000, or by imprisonment for not more than six months, or by both." 23 Section 21. Section 708 of title 25 of the Code of the 24

20 of 21

Federated States of Micronesia is hereby repealed in its

25

1 entirety.

2 Title 25 of the Code of the Federated States of Section 22. Micronesia is hereby amended by enacting a new section 308 3 which shall be entitled "Authorized officers" to read as 4 5 follows: 6 "Section 308. Authorized officers. Agreements made under section 301 of this title may 7 include the authorization by the Director of officers 8 of National and state government agencies to perform 9 10 the duties and exercise the powers provided in this 11 title or in regulations adopted and promulgated pursuant to this title." 12 Section 23. This act shall become law upon approval by 13 the President of the Federated States of Micronesia or upon its 14 15 becoming law without such approval. 16 Introduced by: <u>/s/ Florencio S. Harper</u> 17 Date: 1/17/12 Florencio S. Harper 18 (by request) 19 20 21 22 23 24 25