January 2, 2014

The Honorable Dohsis Halbert  
Speaker  
Eighteenth Congress of the Federated States of Micronesia  
Palikir, Pohnpei, FM 96941

Dear Speaker Halbert:

I am pleased to transmit the following Congressional Act, which I have signed to become Public Law No. 18-25 pursuant to Section 22 Article IX of the FSM Constitution:

Congressional Act No. 18-30, entitled: “AN ACT TO FURTHER AMEND SECTIONS 303 AND 306 OF TITLE 55 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA, AN ENACTED BY PUBLIC LAWS NOS. 13-72 AND AMENDED BY PUBLIC LAW NO. 13-93 AND 18-12, TO CLARIFY THE DIVISION FORMULA FOR COMPACT FUNDS, AND FOR OTHER PURPOSES.”

This act clarifies that the distribution formula for the Compact Funds as modified by Public Law No. 18-12 is applicable to the sector grants but has no application to the Supplemental Education Grant.

I thank Congress for making this clarification.

With warm personal regards, I remain,

Sincerely,

Manny Mori  
President

Enclosures:

Xc: Chief Justice, FSM Supreme Court  
Secretary, Department of Justice  
Director, SBOC  
Legislative Counsel, CFSM  
Library, CFSM  
FSM PIO
December 11, 2013

His Excellency Manny Mori
President
Federated States of Micronesia
Palikir, Pohnpei FM 96941

Dear President Mori:

I have the honor to transmit herewith Congressional Act No. 18-30, "AN ACT TO FURTHER AMEND SECTIONS 303 AND 306 OF TITLE 55 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA, AS ENACTED BY PUBLIC LAWS NOS. 13-72 AND AMENDED BY PUBLIC LAW NO. 13-93 AND 18-12, TO CLARIFY THE DIVISION FORMULA FOR COMPACT FUNDS, AND FOR OTHER PURPOSES", which was passed by the Eighteenth Congress of the Federated States of Micronesia, Second Special Session, 2013, by a two-thirds vote of all the State delegations as required and as duly certified.

Sincerely yours,

Liwiana Ramon Ioanis
Chief Clerk, Congress of the Federated States of Micronesia

Enclosures
ACT NO. 18-30
(CONGRESSIONAL BILL NO. 18-86, C.D.1)

PUBLIC LAW No. 18-25

An Act

TO FURTHER AMEND SECTIONS 303 AND 306 OF TITLE 55 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA, AS ENACTED BY PUBLIC LAWS NOS. 13-72 AND AMENDED BY PUBLIC LAW NO. 13-93 AND 18-12, TO CLARIFY THE DIVISION FORMULA FOR COMPACT FUNDS, AND FOR OTHER PURPOSES.

INTRODUCED BY SENATOR: JOSEPH J. URUSEMAL
DATE: NOVEMBER 04, 2013

REFERRED TO: COMMITTEE ON WAYS AND MEANS
FIRST READING: DECEMBER 03, 2013
SECOND READING: DECEMBER 04, 2013

Liwiana Ramon Ioanis
Chief Clerk, FSM Congress
ACT NO. 18-30

(CONGRESSIONAL BILL NO. 18-86, C.D.1)

We hereby certify that on December 04 the foregoing act passed Second and Final Reading of the Eighteenth Congress of the Federated States of Micronesia, Second Special Session, 2013, by a two-thirds vote of all the State delegations as required under article IX, section 20, of the Constitution of the Federated States of Micronesia.

Dohsis Halbert
Speaker
Congress of the
Federated States of Micronesia

Liwiana Ramon Ioanis
Chief Clerk
Congress of the
Federated States of Micronesia
AN ACT

To further amend sections 303 and 306 of title 55 of the Code of the Federated States of Micronesia, as enacted by Public Laws Nos. 13-72 and amended by Public Law No. 13-93 and 18-12, to clarify the division formula for Compact funds, and for other purposes.

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

1 Section 1. Section 303 of title 55 of the Code of the
2 Federated States of Micronesia, as enacted by Public Law No. 13-72
3 and amended by Public Laws Nos. 13-93 and 18-12, is hereby further
4 amended to read as follows:

"Section 303. Division of Compact Funds among National
and State Governments.

(1) The Compact Budget Requests for Fiscal Years 2005
and 2006 of the National Government and of each State
Government under section 305 of this chapter shall be
based upon a division of Compact funds in the following
proportions:

<table>
<thead>
<tr>
<th>State</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Chuuk</td>
<td>38.57%</td>
</tr>
<tr>
<td>Kosrae</td>
<td>11.06%</td>
</tr>
<tr>
<td>Pohnpei</td>
<td>25.69%</td>
</tr>
<tr>
<td>Yap</td>
<td>16.03%</td>
</tr>
<tr>
<td>National Government</td>
<td>8.65%</td>
</tr>
</tbody>
</table>

(2) For Fiscal Years 2007 to 2013, the chief
executives of the National Government and each of the
State Governments shall have the authority to enter, from time to time, into one or more agreements setting forth the proportionate amounts of Compact funds that shall be the basis of each Government's Compact Budget Request under sections 305 and 306 of this chapter, provided that the National Government's proportionate amount of Compact funds for each Fiscal Year shall be ten percent (10%) of the estimated level of Compact funding for that year. An agreement regarding the division of Compact funds, other than the National Government's ten percent (10%) share, may be limited to a specified period of time and shall only be effective when signed by the chief executive of each and every Government.

(3) The Compact Budget Requests for Fiscal Years 2014 and thereafter of the National Government and of each State Government under section 305 of this chapter shall be based upon a division of Compact funds in the following proportions, except for Supplemental Education Grants under Section 105 of the Amended Compact:

Chuuk ........................................... 40.11%
Kosrae ........................................... 11.50
Pohnpei ........................................... 26.72
Yap .............................................. 16.67
National Government ......................... 5.00
(4) For Fiscal Year 2015 and thereafter, the chief executives of the National Government and each of the State Governments shall have the authority to enter, from time to time, into one or more agreements setting forth the proportionate amounts of Compact funds that shall be the basis of each Government's Compact Budget Request under sections 305 and 306 of this chapter, provided that the National Government's proportionate amount of Compact funds for each Fiscal Year shall be five percent (5%) of the estimated level of Compact funding for that year, except for Supplemental Education Grants under Section 105 of the Amended Compact. An agreement regarding the division of Compact funds, other than the National Government's five percent (5%) share, may be limited to a specified period of time and shall only be effective when signed by the chief executive of each and every Government."

Section 2. Section 306 of Title 55 of the Code of the Federated States of Micronesia, as enacted by Public Law No. 13-72 and amended by Public Law No. 13-93 and 18-12, is hereby further amended to read as follows:

"Section 306. Plan For the Division of Annual Economic Assistance.

(1) The President shall consolidate the Compact Budget Requests of all of the States and the National
Government Compact Budget Request, conforming with the requirements of section 103 of this title, into the Plan for the Division of Annual Economic Assistance. The National Government Compact Budget Request included in the Plan for the Division of Annual Economic Assistance shall constitute, for Fiscal Year 2007 and each fiscal year thereafter, ten percent (10%) of the estimated level of Compact funding for that year. For Fiscal Year 2014 and each fiscal year thereafter, the National Government Compact Budget Request included in the Plan for the Division of Annual Economic Assistance shall constitute five percent (5%) of the estimated level of Compact funding for that year, except for Supplemental Education Grants under Section 105 of the Amended Compact. No modification to a State's Compact Budget Request shall be made in the consolidation process without the prior consent of the relevant State Government, except to the extent that such Compact Budget Request exceeds the estimated levels of Compact funding provided to that State Government pursuant to section 304 of this chapter.

(2) No later than July 3 of the year preceding a given Fiscal Year, the President shall submit the Plan for the Division of Annual Economic Assistance to the Government of the United States and shall transmit a
copy to Congress and to each State Government."

Section 3. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

January 24, 2019

Manny Mori
President
Federated States of Micronesia