AN ACT

To appropriate the sum of $11,300,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 1996, for the purpose of funding infrastructure needs, transportation systems, and other economic and social projects within each State, and for other purposes.

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

1. Section 1. The sum of $5,500,000, 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, 1996, for the purpose of funding infrastructure needs, transportation systems, and other economic and social projects, public projects and for other purposes in Chuuk State. The funds appropriated under this section shall be apportioned as follows:

<table>
<thead>
<tr>
<th></th>
<th>(1) Statewide projects, other than salaries, travel, and vehicles</th>
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<tbody>
<tr>
<td></td>
<td>(a) Power generation upgrade - matching funds</td>
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<tr>
<td>9</td>
<td>(funds available on a one-for-one matching basis) .................. $ 750,000</td>
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<td>10</td>
<td>(b) Hospital generator fuel &amp; other needs ....................... 86,000</td>
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<td>11</td>
<td>(c) CIP supplemental .................................................. 75,000</td>
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<tr>
<td>12</td>
<td>(d) Rural water system projects .................................. 25,000</td>
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<tr>
<td>13</td>
<td>(2) Chuuk Housing Authority</td>
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<tr>
<td>14</td>
<td>(a) Loan fund ........................................................... 130,000</td>
</tr>
<tr>
<td>15</td>
<td>(b) Operations .......................................................... 20,000</td>
</tr>
<tr>
<td>16</td>
<td>(3) Mortlocks</td>
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<tr>
<td>17</td>
<td>(a) Infrastructure development</td>
</tr>
<tr>
<td>18</td>
<td>(i) Lekinioch airport .................................................. 100,000</td>
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<tr>
<td>19</td>
<td>(ii) TA airport concrete paving .................................. 100,000</td>
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<tr>
<td>20</td>
<td>(iii) Sub-state dock construction ................................ 100,000</td>
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<tr>
<td>21</td>
<td>(iv) Kuttu road improvement ....................................... 20,000</td>
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<tr>
<td>22</td>
<td>(v) Losap dock renovation ......................................... 20,000</td>
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</tbody>
</table>
(b) Transportation services

1. Nema passenger and cargo boat .................. $100,000
2. Moch passenger and cargo boat .................. 100,000
3. Oneop-MSC fishing and cargo boat ............... 63,000
4. Etal fishing boat ................................... 10,000
5. Water development and catchment grants ........ 55,000
6. Economic development grants

(i) Piggyery ........................................... 70,000
(ii) Sewing ........................................... 50,000
(iii) Fishing grant assistance ...................... 31,000
7. Social development grants

(i) Kutto community projects ....................... 20,000
(ii) Community halls ................................ 50,000
(iii) Youth activities ................................ 20,000
8. Administrative costs (2.5% each project) ........ 22,000

(4) Southern Namoneas

(a) Infrastructure development grants

(i) Tonoas ............................................. 200,000
(ii) Uman ............................................. 200,000
(iii) Fefen ........................................... 200,000
(iv) Parem ........................................... 50,000
(v) Tsis .............................................. 50,000
6. Social and economic grant assistance ............ 301,000

(5) Faichuk

(a) Road construction, heavy equipment, shipping

2 of 9
costs, and training.......................................................... $ 420,000
(b) Road construction operations.......................... 100,000
(c) School and dispensary sites leases.................... 40,000
(d) Social and economic project grants............... 331,000
(e) Vehicles
(i) Chuuk (partial payment)................................. 70,000
(ii) Honolulu Association.................................. 30,000
(6) Northern Namoeas
(a) Weno Housing Authority revolving fund............ 150,000
(b) Youth development project........................... 100,000
(c) Economic grant assistance............................. 210,000
(d) Road and other social development projects...... 500,000
(e) Northern Namoeas Development
Authority - operations fund.................................... 31,000
(7) Northwest Region
(a) Airport grants
(i) Vessel purchase, operation, maintenance, labor, contract and other costs........................................... 322,150
(ii) Vehicles - balance due & new vehicle............. 27,850
(b) Other economic & social project grants............ 120,000
(c) School and dispensary grant assistance........... 20,000
(d) Administration costs.................................. 10,000
Section 2. The sum of $2,200,000, 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, 1996, for the purpose of funding infrastructure needs,
transportation systems, and other economic and social projects, public projects and for other
purposes in Pohnpei State. The funds appropriated under this section shall be apportioned as
follows:

(1) Election District 1

(a) Iohl road construction or maintenance .............. $ 200,000
(b) Other public projects and purposes ............... 1,000,000

(2) Election District 2 .............................................. 0

(3) Election District 3

(a) KEML paving................................................. 250,000
(b) Nett secondary roads paving...................... 150,000
(c) U secondary roads paving ......................... 130,000
(d) Kepin Awak road paving ......................... 70,000
(e) Nett water system ..................................... 25,000
(f) U water system .......................................... 25,000
(g) Mwoakililoa School construction ............... 75,000
(h) Pingelap School textbooks ....................... 25,000
(i) Pingelap school improvement ................. 25,000
(j) Nett, U school bus ................................... 100,000
(k) Rural housing program extension ............... 20,000

(1) Rural water system improvement

(2) services ....................................................... 15,000

(3) Rural electrical extension

(4) services ....................................................... 25,000

(5) Leadership conference and travel ................. 15,000
1 (o) Other programs, projects and services.............. $ 50,000
2
3 Section 3. The sum of $1,100,000, or so much thereof as may be necessary, is
4 hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal
5 year ending September 30, 1996, for the purpose of capital improvements to the
6 transportation system, public projects and for other purposes in Kosrae State. The funds
7 appropriated under this section shall be apportioned as follows:
8   (1) Road Development and related activities in Kosrae State........ $370,000
9   (2) Office of the Governor: office construction/renovation,
10 landscaping, and other purposes ........................................ 100,000
11   (3) Kosrae State Hospital: renovation and
12 maintenance/pharmaceuticals ............................................ 30,000
13   (4) Department of Public Safety ........................................ 20,000
14   (5) Municipal Public Projects
15     (a) Lelu Municipality Projects including administrative costs
16     not to exceed fifteen percent of the sum provided in this line item .......... 135,000
17     (b) Tafunsak/Walung Municipality Projects including
18 administrative costs not to exceed fifteen percent of the sum
19     provided in this line item ............................................. 135,000
20     (c) Utwe Projects including administrative costs not to
21 exceed fifteen percent of the sum provided in this line item ................. 110,000
22     (d) Malem Projects including administrative costs not to
23 exceed fifteen percent of the sum provided in this line item ................. 120,000
24     (6) FSM Congressional Delegation Office ten year lease or
25 purchase ................................................................. 30,000
26     (7) Pukusrik River Bridge ............................................ 50,000
Section 4. The sum of $2,500,000, 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, 1996, for the purpose of funding infrastructure needs, transportation systems, and other economic and social projects, public projects and for other purposes in Yap State. The funds appropriated under this section shall be apportioned as follows:

(1) Yap International Airport ........................................... $1,000,000
(2) Outer Islands - airports and terminals ......................... 680,000
(3) Amun power and water .............................................. 35,000
(4) Meerur power and water .......................................... 10,000
(5) Maap Elementary School water catchment ....................... 17,000
(6) Tomil Elementary School ........................................... 50,000
(7) Balebat Women's Center ........................................... 30,000
(8) Wanyan youth recreational facilities ............................ 20,000
(9) AESOP ........................................................................ 4,800
(10) Rull municipal office .............................................. 25,000
(11) Tomil municipal office .............................................. 50,000
(12) Yap State Youth programs and/or projects ..................... 50,000
(13) Gilman land reclamation ........................................... 35,000
(14) Rumuu access road .................................................. 50,000
(15) Dalipebinaw Elementary School library ......................... 85,000
(16) Outer Islands schools projects ................................... 150,000
(17) Mogmog projects ..................................................... 40,000
(18) Yap post-secondary students assistance program ............. 60,000
(19) Okau tourism project ................................................ 35,000
(20) Faltalis multipurpose center ........................................ $ 35,000
(21) Falalop, Ulithi Youth programs and/or projects .......... 38,400

Section 5. This appropriation shall be in addition to any funding already appropriated
by the legislature of each State for transportation costs for their current fiscal year. This
funding shall supplement current funding and shall not be used to supplant existing funding
for transportation capital improvements.

Section 6. 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. The allottee of the funds
appropriated under subsections (1)(a), (1)(b) and (1)(c) of section 1 of this act
shall be the President of the Federated States of Micronesia. The allottee of the funds
appropriated under subsection (1)(d) of section 1 of this act shall be the Executive
Director of the Chuuk Organization of Community Action ("COCA"). The allottee of the
funds appropriated under subsection (2) of section 1 of this act shall be the executive
director of the Chuuk Housing Authority. The allottee of the funds appropriated under
subsection (3) of section 1 of this act shall be the Lower Mortlocks Development
Authority. The allottee of the funds appropriated under subsection (4) of section 1 of
this act shall be the Southern Namoneas Development Authority. The allottee of the
funds appropriated under subsections (5)(a), (5)(b) and (5)(c) of section 1 of this
act shall be the Toleisom Authority. The allottee of the funds appropriated under
subsections (5)(d) and (5)(e) of section 1 of this act shall be the PWP Authority.
The allottee of the funds appropriated under subsection (6) of section 1 of this act
shall be the Northern Namoneas Development Authority. The allottee of the funds
appropriated under subsection (7) of section 1 of this act shall be the Pattiw Development Authority. The allottee of the funds appropriated under section 2 and
subsections (2) and (3) of section 3 of this act shall be the President of the Federated
States of Micronesia or his designee, except that the allottee of the funds appropriated
under subsections (3)(a), (3)(b), (3)(c) and (3)(d) of section 2 of this act shall be
the Pohnpei Transportation Authority. The allottee of the funds appropriated under
subsections (1) and (4) of section 3 of this act shall be the Governor of the State of
Kosrae or his designee. The allottee of the funds appropriated under subsections
(5) and (7) of section 3 of this act shall be the Mayor of Lelu Municipality. The
allottee of the funds appropriated under subsection (5)(b) of section 3 of this act
shall be the Mayor of Tafunsak Municipality. The allottee of the funds appropriated
under subsection (5)(c) of section 3 of this act shall be the Mayor of Utwe
Municipality. The allottee of the funds appropriated under subsection (5)(d) of
section 3 of this act shall be the Mayor of Malem Municipality. The allottee of the
funds appropriated under subsection (6) of section 3 of this act shall be the Speaker of
the Congress of the Federated States of Micronesia or his designee. The allottee of the
funds appropriated under section 4 of this act shall be the Governor of the State of Yap
or his designee PROVIDED that no funds shall be obligated or disbursed under
subsection (18) of section 4 of this act prior to consultation with a member of the Yap
State Congressional Delegation to the Congress of the Federated States of Micronesia.
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.
Section 7. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

________________________, 1996

Bailey Olter
President
Federated States of Micronesia