



The President  
Palikir, Pohnpei  
Federated States of Micronesia

PRESIDENTIAL COMM. NO. 20-139  
FSM CONGRESS

October 25, 2017

The Honorable Wesley W. Simina  
Speaker  
Twentieth Congress of the Federated States of Micronesia  
Palikir, Pohnpei FM 96941

Dear Speaker Simina:

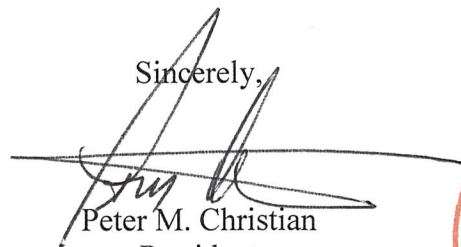
I am transmitting the following Congressional Act, which I have signed to become Public Law No. 20-53:

Congressional Act No. 20-51, entitled: "AN ACT TO APPROPRIATE THE SUM OF \$8,500,000 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2018, FOR THE PURPOSE OF FUNDING PRIORITY PROJECTS AND OTHER PROJECTS AND PROGRAMS IN THE STATES OF KOSRAE, POHNPEI AND CHUUK, AND FOR OTHER PURPOSES."

In approving this act, I have done so with much reluctance. The updated revenue per state, which is attached for your reference, cast serious doubt on whether this act is able to leverage economic development given the modest recent fiscal year revenue recorded at the FSM Treasury. I invite the Members of Congress to consider the attached spreadsheet noting that many of the so-called public projects funded in this act are in reality expenditures that do not correlate to the national revenue. Under the circumstances, strategic allocation of public funds with expected better outcomes is in order.

In closing, I urge Congress to revisit this appropriation during the special session.  
Thank you.

Sincerely,

  
Peter M. Christian  
President



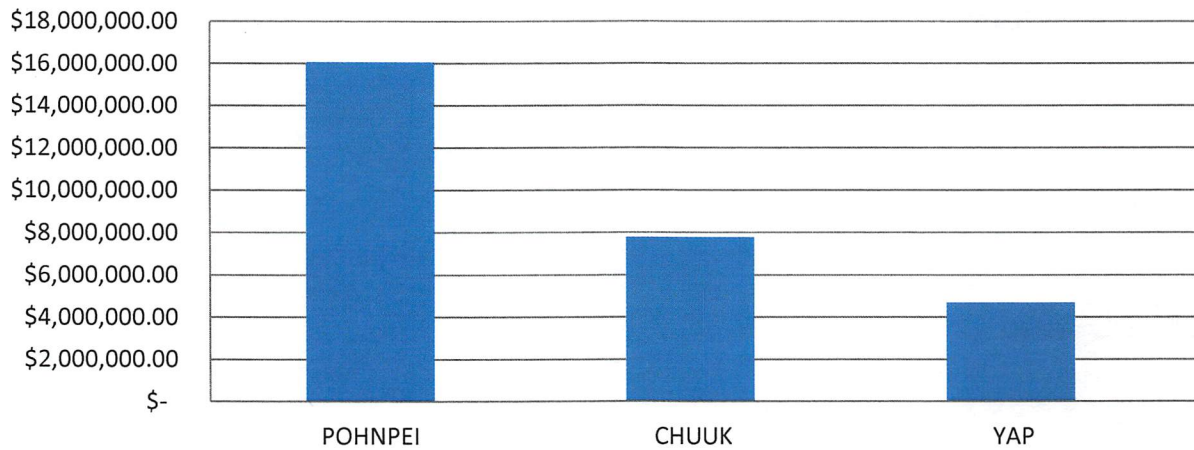
Enclosures:

**FSM CUSTOMS & TAX ADMINISTRATION**

FISCAL YEAR 2017 ACTUAL COLLECTION- 100%

	POHNPEI	CHUUK	YAP	KOSRAE
<b>IMPORT TAX</b>	\$ 3,952,346.72	2,711,333.27	1,737,878.37	709,188.34
<b>FUEL TAX</b>	\$ 404,169.54	185,836.84	95,721.11	63,717.20
<b>CIGARETTE TAX</b>	\$ 2,449,924.33	78,838.96	439,264.00	59,281.00
<b>GRT</b>	\$ 4,340,824.05	2,757,308.24	1,271,239.31	708,283.89
<b>WAGES</b>	\$ 4,862,942.24	2,008,636.90	1,146,307.54	699,693.89
<b>PEN. % INT.</b>	\$ 61,002.09	48,181.54	14,865.59	3,103.86
<b>TOTAL</b>	<b>\$ 16,071,208.97</b>	<b>\$ 7,790,135.75</b>	<b>\$ 4,705,275.92</b>	<b>\$ 2,243,268.18</b>

**FY 2017 BY STATES**





Office of the Chief Clerk

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

P.O. Box PS 3

Palikir, Sokehs Pohnpei State, FM 96941

Tel: (691) 320-2324 / 2338 Fax: (691) 320-5122

PRESIDENTIAL COMM. NO. 20139  
FSM CONGRESS

September 29, 2017

His Excellency Peter M. Christian  
President  
Federated States of Micronesia  
Palikir, Pohnpei FM 96941



Dear President Christian:

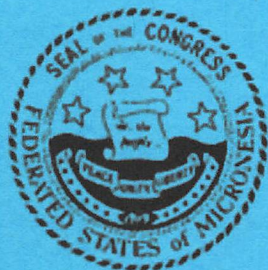
I have the honor to transmit herewith Congressional Act No. 20-51, "AN ACT TO APPROPRIATE THE SUM OF \$8,500,000 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2018, FOR THE PURPOSE OF FUNDING PRIORITY INFRASTRUCTURE PROJECTS AND OTHER PROJECTS AND PROGRAMS IN THE STATES OF KOSRAE, POHNPEI AND CHUUK, AND FOR OTHER PURPOSES.", which was passed by the Twentieth Congress of the Federated States of Micronesia, Second Regular Session, 2017, by a two-thirds vote of all the State delegations as required and as duly certified.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Liwiana Ramon Ioanis".

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

Enclosures



PRESIDENTIAL COMM. NO. 20139  
FSM CONGRESS

TWENTIETH CONGRESS OF THE  
FEDERATED STATES OF MICRONESIA  
SECOND REGULAR SESSION  
SEPTEMBER 14 – OCTOBER 03, 2017

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## An Act

TO APPROPRIATE THE SUM OF \$8,500,000 FROM THE GENERAL FUND OF THE FEDERATED STATES OF MICRONESIA FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2018, FOR THE PURPOSE OF FUNDING PRIORITY INFRASTRUCTURE PROJECTS AND OTHER PROJECTS AND PROGRAMS IN THE STATES OF KOSRAE, POHNPEI AND CHUUK, AND FOR OTHER PURPOSES.

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INTRODUCED BY SENATOR: DAVID W. PANUELO

DATE: SEPTEMBER 25, 2017

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REFERRED TO: COMMITTEE ON WAYS AND MEANS

WITHDRAWN – SEPTEMBER 25, 2017

FIRST READING: SEPTEMBER 25, 2017

SECOND READING: SEPTEMBER 27, 2017

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A handwritten signature in black ink, appearing to read "Liwiana Ramon Ioanis".

Liwiana Ramon Ioanis  
Chief Clerk, FSM Congress



Office of the Speaker

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

P.O.Box PS 3 Palikir, Sokehs  
Pohnpei State, FM 96941  
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PRESIDENTIAL COMM. NO. 20139  
FSM CONGRESS

ACT NO. 20-51

(CONGRESSIONAL BILL NO. 20-87, C.D.1, C.D.2)

We hereby certify that on September 27 the foregoing act passed Second and Final Reading of the Twentieth Congress of the Federated States of Micronesia, Second Regular Session, 2017, 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.

A handwritten signature in black ink, appearing to read "Wesley W. Simina".

Wesley W. Simina  
Speaker  
Congress of the  
Federated States of Micronesia

A handwritten signature in black ink, appearing to read "Liwiana Ramon Ioanis".

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

TWENTIETH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

SECOND REGULAR SESSION, 2017 CONGRESSIONAL BILL NO. 20-87, C.D.1, C.D.2

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AN ACT

To appropriate the sum of \$8,500,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2018, for the purpose of funding priority infrastructure projects and other projects and programs in the states of Kosrae, Pohnpei and Chuuk, and for other purposes.

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

1           Section 1. The sum of \$8,500,000, or so much thereof as may  
2 be necessary, is hereby appropriated from the General Fund of the  
3 Federated States of Micronesia for the fiscal year ending  
4 September 30, 2018, for the purpose of funding priority  
5 infrastructure projects and other projects and programs in the  
6 states of Kosrae, Pohnpei and Chuuk. The funds appropriated under  
7 this section shall be apportioned as follows:

8           Section 2. Of the \$8,500,000 appropriated under this act,  
9 \$1,500,000 shall be apportioned for priority infrastructure  
10 projects and other projects and programs in the state of Kosrae.

11	(1) state of Kosrae .....	\$1,500,000
12	(a) Scholarships for Kosraean students .	145,000
13	(b) Kosrae High School lunch program ....	50,000
14	(c) Kosrae Conservation Society and Safety	
15	Organization (KCSO) .....	15,000
16	(d) Travel and related costs for Kosraean	
17	Legislators to Pohnpei... ..	5,000
18	(e) Fishing projects .....	40,000

1	(f) Renovation of Otta #1 meeting	
2	house, Tafunsak .....	\$ 10,000
3	(g) Kosrae Mediation Program .....	10,000
4	(h) Kosrae Wrestling Federation	
5	travel and associated costs .....	10,000
6	(i) Kosrae leadership travel to	
7	the Holy Land (Israel) .....	60,000
8	(j) Travel needs .....	50,000
9	(k) Kosrae leadership conference .....	5,000
10	(l) Walung Elementary School internet	
11	service and related costs .....	15,000
12	(m) Lelu Town Government subsidy .....	20,000
13	(n) Utwe Municipal Government subsidy ...	20,000
14	(o) U SE INGE travel and associated costs	20,000
15	(p) Road improvement for Sarar, Utwe road	10,000
16	(q) Clearing of Okat and Palusrik	
17	water channels .....	10,000
18	(r) Purchase of cell phones,	
19	lab tops, I-pads .....	20,000
20	(s) FY-18 salaries for DREA employees ...	65,000
21	(t) Fwalwe channel clearing and improvements	10,000
22	(u) Vehicle/POL-AG's Office Kosrae .....	30,000
23	(v) Fwinetem to Sroansak water	
24	system improvement .....	5,000
25	(w) Vehicle/POL/ and for Kosrae	

1	High School lunch program .....	\$ 10,000
2	(x) Renovation of Lelu Town	
3	Government building .....	15,000
4	(y) Travel and associated costs for G-14	15,000
5	(z) Contributions to community activities,	
6	events and programs .....	30,000
7	(aa) Purchase of equipment for Lelu Choir	5,000
8	(ab) Contribution to Malem Youth group ...	5,000
9	(ac) Administrative support services .....	10,000
10	(ad) Delegation scholarship board	
11	meeting allowances .....	5,000
12	(ae) Kosrae Island Veterans Association ..	10,000
13	(af) Malem Choir travel needs .....	15,000
14	(ag) POHKOS fast-pitch team (airfare/	
15	allowance/uniforms .....	5,000
16	(ah) Ports improvement project .....	750,000
17	Section 3. Of the \$8,500,000 appropriated under this act,	
18	\$3,000,000 shall be apportioned for priority infrastructure	
19	projects and other projects and programs in the state of Pohnpei.	
20	state of Pohnpei.....	3,000,000
21	At Large.....	750,000
22	(a) Nanwel en Pehleng road paving .....	50,000
23	(b) Tomwarahlong road paving .....	50,000
24	(c) Mwalok-Danpei road maintenance/paving	50,000
25	(d) Nanwel en Rohi road paving .....	20,000

1	(e) Wapar road paving .....	\$ 50,000
2	(f) Roofing/bleachers for PICS Gym .....	20,000
3	(g) Kipar, Kitti loop road paving .....	50,000
4	(h) Arou Powe/Paulus Emelios road maintenance	15,000
5	(i) Junk cars removal/clearing project ..	25,000
6	(j) Pihs road maintenance/paving .....	50,000
7	(k) Pihs Youth basketball/volleyball court	40,000
8	(l) Wapar Kapingamarangi community road	
9	paving/concrete .....	25,000
10	(m) Pohnpei community water project .....	45,000
11	(n) Pohnpei community clean up/equipment	20,000
12	(o) Sekere mangrove channel cleanup/clearing	10,000
13	(p) Tomwara loop road paving .....	50,000
14	(q) Sowiso road paving/maintenance .....	12,000
15	(r) Dolonier road to Namio Nanpei	
16	paving maintenance .....	50,000
17	(s) Pohnpei V6AH radio matching fund ....	16,000
18	(t) LED lights – solar .....	50,000
19	(u) Pohnpei beautification and clean up	
20	equipment .....	45,000
21	(v) Nahtik community center .....	7,000
22	(2) Election District No. 1 .....	720,000
23	(a) Pohnrakied village sidewalk .....	40,000
24	(b) Likie road paving .....	50,000
25	(c) Tomwera Loop paving .....	150,000

1	(d) Nanmadap road paving .....	\$ 40,000
2	(e) Totopai road paving .....	-0-
3	(f) LED solar lights .....	50,000
4	(g) Roofing/bleachers for PICS Gym .....	40,000
5	(h) Ant Island solar and tower system ...	50,000
6	(i) Matching fund for St. Paul building .	15,000
7	(j) Kaselehlia street retaining wall ....	30,000
8	(k) Dolon bridge .....	10,000
9	(l) Communication needs .....	50,000
10	(m) Road maintenance/new road projects ..	50,000
11	(n) Water systems improvement	
12	(pipes materials) .....	10,000
13	(o) Nanpohnmal/Sekere road paving/expansion	50,000
14	(p) Spot paving/maintenance .....	20,000
15	(q) Beautification project .....	25,000
16	(r) Pohnpei Island Central School -	
17	(computers/printers/firewall) .....	10,000
18	(3) Election District No. 2 .....	750,000
19	(a) Rice field road improvement .....	65,000
20	(b) ESDM road improvement .....	60,000
21	(c) Nankepin Sapwehrek .....	20,000
22	(d) Salong, Temwen road .....	30,000
23	(e) Lukop (Kalio) road .....	20,000
24	(f) Salapwuk road .....	30,000
25	(g) Current and prior obligations -	

1	Election District No. 2 .....	\$	10,000
2	(h) Parau Civic Center .....		15,000
3	(i) Pihs water improvement .....		30,000
4	(j) Lohd water system improvement .....		30,000
5	(k) Wapar civic center .....		15,000
6	(l) Kitti Isokonedi building .....		30,000
7	(m) Kitti Project Administration .....		20,000
8	(n) Madolenihmw road improvement .....		50,000
9	(o) Channels improvement .....		30,000
10	(p) Community outreach .....		70,000
11	(q) Power extension .....		50,000
12	(r) Street lights (LED) purchase .....		40,000
13	(s) Kitti roads improvement .....		80,000
14	(t) Road patching .....		20,000
15	(u) PIALA conference participants		
16	travel needs .....		5,000
17	(v) Nanpahlap beautification project ....		15,000
18	(w) Persons with disabilities'		
19	support center .....		15,000
20	(4) Election District No. 3 .....		780,000
21	(a) Pali Pohn Nett paving .....		100,000
22	(b) Nett road paving .....		70,000
23	(c) Eirke PUC water line extension .....		65,000
24	(d) Parem-Lenger stand alone		
25	house solar systems .....		65,000

1	(e) Ios Maru road paving .....	\$ 100,000
2	(f) Dien U road paving .....	100,000
3	(g) Kepin Awak road paving .....	30,000
4	(h) Awak Pah culvert .....	20,000
5	(i) Dekehtik road sidewalk project .....	100,000
6	(j) Pingelap public projects .....	65,000
7	(k) Mwokiloa public projects .....	65,000"

8 Section 4. Of the \$8,500,000 appropriated under this act,  
 9 \$4,000,000 shall be apportioned for priority infrastructure  
 10 projects and other projects and programs in the state of Chuuk.

11	state of Chuuk .....	4,000,000
12	(1) At Large .....	300,000
13	(a) Allottee's administrative	
14	support services .....	10,000
15	(b) Housing repair/renovation .....	40,000
16	(c) Fishing projects .....	40,000
17	(d) Contributions to State, Municipal	
18	and community events, activities and programs ..	30,000
19	(e) Leadership/patients/students	
20	travel/COAP .....	20,000
21	(f) Non-Governmental organizations/	
22	associations/foundations .....	40,000
23	(g) Women Home Economic projects .....	15,000
24	(h) Municipal subsidy/prior obligations .	20,000
25	(i) Municipal traditional leaders subsidy	10,000

1	(j) Roads/bridges/docks repair/construction/	
2	beautification, including prior obligations... \$	30,000
3	(k) Students financial assistance .....	20,000
4	(l) Water projects .....	10,000
5	(m) Solar and other power generation projects	10,000
6	(n) Social Security contributions/	
7	outstanding arrears .....	5,000
8	(2) Election District No. 1 .....	300,000
9	(a) Ta airport terminal .....	90,000
10	(b) Land acquisition for public purpose .	48,000
11	(c) Mortlocks Sea Port feasibility study	20,000
12	(d) Mortlocks dispensaries needs .....	30,000
13	(e) MIDA office extension and improvement	36,000
14	(f) Mortlocks municipalities operation funds	66,000
15	(g) Ta airport maintenance and labor cost	10,000
16	(3) Election District No. 2 .....	300,000
17	(a) Housing renovation .....	90,000
18	(b) Food security .....	50,000
19	(c) Travel needs .....	40,000
20	(d) Land transportation .....	20,000
21	(e) Water systems improvement .....	5,000
22	(f) Fishing project .....	40,000
23	(g) Mwan Elementary School (kitchen building)	25,000
24	(h) Municipal governments subsidies .....	25,000
25	(i) Allottee's administrative support services	5,000

1	(4) Election District No. 3 .....	\$ 300,000
2	(a) Housing renovations .....	100,000
3	(b) Municipal governments subsidies .....	40,000
4	(c) Fishing project .....	50,000
5	(d) Students financial assistance .....	20,000
6	(e) Sewing project .....	10,000
7	(f) Tonoas Goodwill Games .....	10,000
8	(g) Travel needs .....	40,000
9	(h) POL/Charter/Freight .....	5,000
10	(i) Administrative support services -ED#3	15,000
11	(j) Humanitarian assistance .....	10,000
12	(5) Election District NO. 4 .....	300,000
13	(a) Humanitarian assistance .....	50,000
14	(b) Sewing project .....	20,000
15	(c) Fishing project .....	40,000
16	(d) FDA administrative cost .....	20,000
17	(e) Low income housing .....	40,000
18	(f) Youth activities and programs .....	30,000
19	(g) Travel needs .....	40,000
20	(h) Students financial assistance .....	30,000
21	(i) Land transportation .....	30,000
22	(6) Election District No. 5 .....	300,000
23	(a) POL/Charter/Freight .....	20,000
24	(b) Leaders, students travel need (COAP)	15,000
25	(c) Patients travel/Human remain repatriation	\$ 10,000

1	(d) Northwest Leadership Summit .....	\$ 20,000
2	(e) Low Income housing & Multi purpose	
3	building renovation .....	20,000
4	(f) Food relief .....	10,000
5	(g) Students financial assistance .....	15,000
6	(h) Solar freezer .....	30,000
7	(i) Solar street lights .....	30,000
8	(j) Outstanding for ED#5 staff .....	13,000
9	(k) Prior year obligation (Lei Side Inc.)	12,000
10	(l) Northwest Legislative Delegation	
11	contributions .....	10,000
12	(m) Municipal offices/dispensaries prefab	
13	buildings .....	30,000
14	(n) Northwest Dispensary boat/motor .....	65,000
15	(7) Chuuk State Priority Infrastructure Projects	2,200,000
16	(a) Faichuk public land acquisition .....	100,000
17	(b) Northwest Island telecommunication towers	70,000
18	(c) FSM DCA AvSec Capacity Development	
19	program/airport and terminal improvement .....	500,000
20	(d) Chuuk Community Health Center .....	30,000
21	(e) Chuuk State restart school program ..	250,000
22	(f) Other priority infrastructure	
23	projects to be determined by Chuuk leadership .	1,250,000

24 Section 5. Allotment and management of funds and lapse date.  
 25 All funds appropriated by this act shall be allotted, managed,

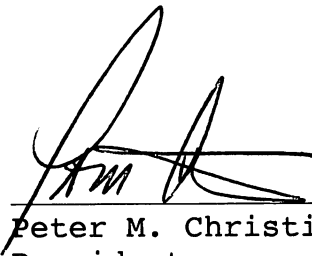
1 administered and accounted for in accordance with applicable laws,  
2 including, but not limited to, the Financial Management Act of  
3 1979. The allottee shall be responsible for ensuring that these  
4 funds, or so much thereof as may be necessary, are used solely for  
5 the purpose specified in this act, and that no obligations are  
6 incurred in excess of the sum appropriated. The allottee of the  
7 funds appropriated under sections 2 and 3 of this act shall be the  
8 President of the Federated States of Micronesia or his designee;  
9 PROVIDED THAT, the allottee of funds appropriated under  
10 subsections 2(a) to 2(af) of this act shall be the Mayor of Lelu  
11 Town Government or his designee; the allottee of funds  
12 appropriated under subsection 2(ag) shall be the Secretary of  
13 Education or his designee; the allottee of funds appropriated  
14 under subsection 2(ah) of this act shall be the Mayor of Tafunsak  
15 Municipal Government or his designee; the allottee of funds  
16 appropriated under subsections 3(1)(a), 3(1)(b), 3(1)(c), 3(1)(e),  
17 3(1)(g), 3(1)(j), 3(1)(p), 3(1)(r), 3(2)(b), 3(2)(c), 3(2)(d),  
18 3(2)(e) and 3(2)(o) of this act shall be the Pohnpei  
19 Transportation Authority; the allottee of funds appropriated under  
20 subsections 3(3)(f), 3(3)(l) and 3(3)(m) of this act shall be the  
21 Lukenmenlap of Kitti; the allottee of funds appropriated under  
22 subsections 3(3)(q) and 3(3)(r) of this act shall be the Pohnpei  
23 Utility Corporation; the allottee of fund appropriated under  
24 subsections 4(7)(a), 4(7)(b), 4(7)(c), 4(7)(d) and 4(7)(e) shall  
25 be the Governor of Chuuk State or his designee. The allottee of

1 the funds appropriated under subsections 4(1), 4(3), 4(6) and 4(7)  
2 of this act shall be the Governor of Chuuk State or his designee;  
3 the allottee of the funds appropriated under subsection 4(2) of  
4 this act shall be the Mortlocks Island Development Authority  
5 (MIDA); the allottee of the funds appropriated under subsection  
6 4(4) of this act shall be the Southern Namoneas Development  
7 Authority; the allottee of the funds appropriated under subsection  
8 4(5) of this act shall be the Faichuk Development Authority. The  
9 authority of the allottee to obligate funds appropriated by this  
10 act shall lapse on September 30, 2020.

11 Section 6. This act shall become law upon approval by the  
12 President of the Federated States of Micronesia or upon its  
13 becoming law without such approval.

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10/19, 2017



Peter M. Christian  
President  
Federated States of Micronesia