



*The President*  
Palikir, Pohnpei  
Federated States of Micronesia

PRESIDENTIAL COMM. NO. 20-272  
FSM CONGRESS

July 20<sup>th</sup>, 2018

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

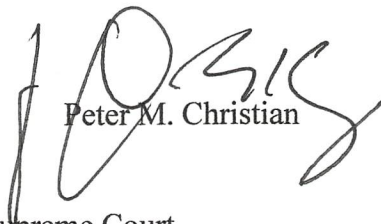
Dear Speaker Simina:

I am pleased to transmit the following Act, which I signed into Public Law No. 20-101:

Congressional Act No. 20-97: "AN ACT TO REPEAL IN THEIR ENTIRETY PUBLIC LAWS NOS. 20-13 AND 20-20 PERTAINING TO THE ASSETS AND LIABILITIES OF THE OPEN ACCESS ENTITY, AND TO REINSTATE THE PREVIOUS LANGUAGE OF SECTIONS 203 AND 389 OF TITLE 21 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA (ANNOTATED), AS AMENDED, AND FOR OTHER PURPOSES."

Thank you.

Sincerely,



Peter M. Christian

xc: Chief Justice, FSM Supreme Court





Office of the Chief Clerk

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. 20-272  
FSM CONGRESS

July 05, 2018

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. 20-97, "AN ACT TO REPEAL IN THEIR ENTIRETY PUBLIC LAWS NOS. 20-13 AND 20-20 PERTAINING TO THE ASSETS AND LIABILITIES OF THE OPEN ACCESS ENTITY, AND TO REINSTATE THE PREVIOUS LANGUAGE OF SECTIONS 203 AND 389 OF TITLE 21 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA (ANNOTATED), AS AMENDED, AND FOR OTHER PURPOSES.", which was passed by the Twentieth Congress of the Federated States of Micronesia, Fourth Special Session, 2018, 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". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

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

Enclosures

PRESIDENTIAL COMM. NO. 20-272  
FSM CONGRESS



TWENTIETH CONGRESS OF THE  
FEDERATED STATES OF MICRONESIA  
FOURTH SPECIAL SESSION  
JUNE 25 – JULY 4, 2018

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## An Act

TO REPEAL IN THEIR ENTIRETY PUBLIC LAWS NOS. 20-13 AND 20-20 PERTAINING TO THE ASSETS AND LIABILITIES OF THE OPEN ACCESS ENTITY, AND TO REINSTATE THE PREVIOUS LANGUAGE OF SECTIONS 203 AND 389 OF TITLE 21 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA (ANNOTATED), AS AMENDED, AND FOR OTHER PURPOSES.

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INTRODUCED BY SENATOR: WESLEY W. SIMINA

DATE: JUNE 27, 2018

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REFERRED TO: COMMITTEE ON WAYS AND MEANS

WITHDRAWN – JULY 03, 2018

FIRST READING: – JULY 03, 2018

SECOND READING: – JULY 04, 2018

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A handwritten signature in black ink, appearing to read "Liwiana Ramon Ioanis", is written over a horizontal line.

Liwiana Ramon Ioanis  
Chief Clerk, FSM Congress



Office of the Speaker

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

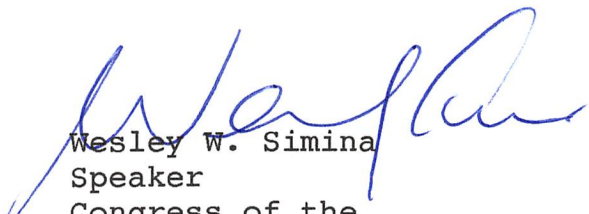
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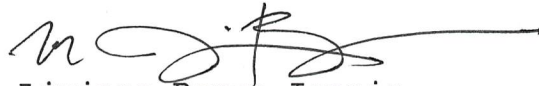
PRESIDENTIAL COMM. NO. 20-272  
FSM CONGRESS

ACT NO. 20-97

(CONGRESSIONAL BILL NO. 20-209)

We hereby certify that on July 04 the foregoing act passed Second and Final Reading of the Twentieth Congress of the Federated States of Micronesia, Fourth Special Session, 2018, 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.

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

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

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AN ACT

To repeal in their entirety Public Laws Nos. 20-13 and 20-20 pertaining to the assets and liabilities of the Open Access Entity, and to reinstate the previous language of sections 203 and 389 of title 21 of the Code of the Federated States of Micronesia (Annotated), as amended, and for other purposes.

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

1           Section 1. Purpose. Public Laws 20-13 and 20-20 pertain to  
2 the assets and liabilities of the Open Access Entity associated  
3 with the HANTRU1 fiber optic project. In particular the public  
4 laws mandate certain relations between the Open Access Entity and  
5 the FSM Telecommunications Corporation. The public laws were  
6 subsequently found not to be in compliance with certain conditions  
7 of the financing agreement of the project. The Open Access Entity  
8 and the FSM Telecommunications Corporation negotiated also an  
9 agreement concerning their mutual relationship. The public laws  
10 are therefore no longer necessary and may create inconsistency  
11 problems with the negotiated agreement. They therefore need to be  
12 repealed and the language reinstated previous to what it was  
13 before the amending of sections 203 and 389 of title 21 of the  
14 Code of the Federated States of Micronesia (Annotated).

15           Section 2. Public Laws Nos. 20-13 and 20-20 are  
16 hereby repealed in their entirety.

17           Section 3. Section 203 of title 21 of the Code of

1 the Federated States of Micronesia (Annotated), as amended, is  
2 hereby further amended to read as follows:

3 "Section 203. Powers and responsibilities of the  
4 Corporation. The Corporation has the following powers  
5 and responsibilities:

6 (1) to operate as a provider of all  
7 telecommunications within the Federated States of  
8 Micronesia and between points in the Federated States  
9 of Micronesia and points outside thereof;

10 (2) to operate and manage such services on the basis  
11 of commercially accepted practices, treating all users  
12 of telecommunications services on equitable terms in  
13 accordance with its published tariffs, and requiring  
14 all users to pay for the services provided;

15 (3) to plan for the expansion and improvement of  
16 telecommunications facilities and services;

17 (4) to the extent practicable, to expand  
18 telecommunications services to areas and communities in  
19 the Federated States of Micronesia that are presently  
20 unserved or poorly served and to improve the quality,  
21 reliability, and variety of services available to all  
22 users in a manner consistent with commercial  
23 reasonableness and with promoting economic development,  
24 the advancement of education and health care, and the  
25 preservation of the cultural identity of the people of

1 the Federated States of Micronesia;

2 (5) to improve the telecommunications skills and  
 3 promote the telecommunications training of Micronesian  
 4 citizens who are employees of the Corporation;

5 (6) to establish, publish, and implement a structure  
 6 of tariffs and rates for telecommunications services  
 7 calculated to ensure that, to the extent practicable,  
 8 adequate and equitable charges are imposed for services  
 9 and that the tariff structure promotes the increased  
 10 use of telecommunications services;

11 (7) to invest all surplus revenues of the  
 12 Corporation in the expansion and improvement of  
 13 telecommunications facilities and services;

14 (8) to incur indebtedness for the purpose of  
 15 expanding and improving telecommunications facilities,  
 16 to the extent and on such terms as are deemed  
 17 commercially reasonable by the Corporation;

18 (9) to provide on a reimbursable basis emergency  
 19 telecommunications services to governments,  
 20 individuals, and entities in the Federated States of  
 21 Micronesia."

22 Section 4. Section 389 of title 21 of the Code of the  
 23 Federated States of Micronesia (Annotated), as amended, is hereby  
 24 further amended to read as follows:

25 "Section 389. Establishment of Open Access Entity and

1 authority to acquire assets and assume liabilities and  
2 obligations.

3 (1) Should the Secretary certify that it is in the  
4 interests of the Federated States of Micronesia for a  
5 corporation owned by the Government to be established  
6 under this section in order to own and operate submarine  
7 and terrestrial cable assets within the Federated States  
8 of Micronesia or serving the Federated States of  
9 Micronesia (the Open Access Entity), the corporation  
10 shall be deemed to be established as at the vesting  
11 date, and with such assets and liabilities, specified in  
12 such certificate.

13 (2) The Open Access Entity shall provide  
14 international and domestic connectivity for the  
15 transmission of data for communications services as a  
16 wholesaler but not at retail. Such connectivity shall  
17 be provided on non-discriminatory and cost-based terms.

18 (3) The assets, liabilities and obligations referred  
19 to in a certificate issued under subsection (1) or any  
20 amending or supplementary certificate issued by the  
21 Secretary may be described specifically or by class, and  
22 no objection shall be taken in any court to the accuracy  
23 or completeness of such description.

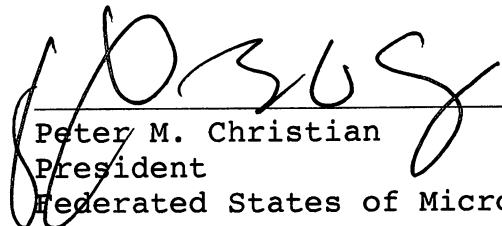
24 (4) Nothing in this section shall restrict or prevent  
25 the Open Access Entity from acquiring other assets or

1           undertaking other activities that in the opinion of the  
2           board of the Open Access Entity are required in order to  
3           provide the services referred to in subsection (3)."

4           Section 5. This act shall become law upon approval by the  
5           President of the Federated States of Micronesia or upon its  
6           becoming law without such approval.

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July 20th., 2018

  
Peter M. Christian  
President  
Federated States of Micronesia