

AN ACT

To appropriate the sum of \$677,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 1996, for the purpose of funding advance actions and establishing and operating the Project Management Unit required in connection with the proposed Asian Development Bank Water Supply and Sanitation Project in the FSM, and for other purposes.

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

Section 1. The sum of \$677,000, 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 advance actions and establishing and operating the Project Management Unit required in connection with the proposed Asian Development Bank Water Supply and Sanitation Project in the FSM; PROVIDED, however, that in no event shall the allottee or his designee obligate more than fifty percent (50%) of the appropriated funds in the aggregate until such time as all documents necessary to finalize that certain Asian Development Bank loan agreement in the amount of \$9,800,000 and designed to fund the proposed Asian Development Bank Water Supply and Sanitation Project have been executed by each party necessary to conclude such loan agreement.

Section 2. 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 this act shall be the President of the Federated States of Micronesia or his designee, who 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. The authority of the allottee to obligate funds appropriated by this act shall lapse as of September 30, 1997; PROVIDED, however, that in no event shall the allottee or his designee obligate more than fifty percent (50%) of the appropriated funds in the aggregate until such time as all documents necessary to finalize that certain Asian Development Bank loan agreement in the amount of \$9,800,000 and designed to fund the proposed Asian Development Bank Water Supply and Sanitation Project have been executed by each party necessary to conclude such loan agreement.

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.

for /s/ Jacob Nena
Bailey Olter
President
Federated States of Micronesia