

AN ACT

To appropriate the sum of \$22,790,897 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2006, for the purpose of funding the operations of all branches of the National Government of the Federated States of Micronesia, its agencies, various programs, grants, subsidies and contributions; to establish a capital and human resource development budget, and for other purposes.

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

1           Section 1. Appropriation. An annual budget in the amount of  
2 \$32,877,342 for the fiscal year ending September 30, 2006 is  
3 hereby approved. There is hereby appropriated from the General  
4 Fund of the Federated States of Micronesia the sum of \$22,790,897,  
5 or so much thereof as may be necessary, for the purpose of funding  
6 the operations of all branches of the National Government of the  
7 Federated States of Micronesia, its agencies, various programs,  
8 grants, subsidies and contributions and capital and human resource  
9 development programs of the National Government of the Federated  
10 States of Micronesia for the fiscal year ending September 30,  
11 2006. A deadline of December 1, 2005 is hereby set for all  
12 branches of the National Government to satisfy the requirements of  
13 section 103 of the Financial Management Act of 1979. The sum  
14 appropriated herein shall be apportioned as follows:

15           Section 2. Operating expenses of the Executive Branch. The  
16 sum of \$7,272,305, or so much thereof as may be necessary, is  
17 hereby appropriated from the General Fund of the Federated States  
18 of Micronesia for the first two quarters of the fiscal year ending

1 September 30, 2006, for the purpose of funding the operations of  
 2 the Executive Branch of the National Government during the first  
 3 two quarters of fiscal year 2006. The sum appropriated by this  
 4 section shall be apportioned as follows:

5 (1) Office of the President.

6 \$416,107, or so much thereof as may be necessary,  
 7 for the operations of the Office of the President during  
 8 the first two quarters of fiscal year 2006. The sum  
 9 appropriated herein shall be apportioned as follows:

|    |                            |    |         |
|----|----------------------------|----|---------|
| 10 | Personnel .....            | \$ | 143,618 |
| 11 | Travel .....               |    | 46,839  |
| 12 | Contractual Services ..... |    | 175,000 |
| 13 | OCE .....                  |    | 43,150  |
| 14 | Fixed Assets .....         |    | 7,500   |

15 (2) Department of Foreign Affairs.

16 \$1,600,326, or so much thereof as may be  
 17 necessary, for the operations of the Department of  
 18 Foreign Affairs during the first two quarters of fiscal  
 19 year 2006. The sum appropriated herein shall be  
 20 apportioned as follows:

|    |                            |    |         |
|----|----------------------------|----|---------|
| 21 | Personnel .....            | \$ | 585,193 |
| 22 | Travel .....               |    | 81,535  |
| 23 | Contractual Services ..... |    | 803,703 |
| 24 | OCE .....                  |    | 129,895 |
| 25 | Fixed Assets .....         |    | -0-     |

(3) Department of Finance and Administration

\$1,222,821, or so much thereof as may be necessary, for the operations of the Department of Finance and Administration during the first two quarters of fiscal year 2006. The sum appropriated herein shall be apportioned as follows:

|                            |    |         |
|----------------------------|----|---------|
| Personnel .....            | \$ | 643,125 |
| Travel .....               |    | 102,158 |
| Contractual Services ..... |    | 311,014 |
| OCE .....                  |    | 143,840 |
| Fixed Assets .....         |    | 22,684  |

(4) Department of Economic Affairs.

\$531,558, or so much thereof as may be necessary, for the operations of the Department of Economic Affairs during the first two quarters of fiscal year 2006. The sum appropriated herein shall be apportioned as follows:

|                            |    |         |
|----------------------------|----|---------|
| Personnel .....            | \$ | 415,268 |
| Travel .....               |    | 47,835  |
| Contractual Services ..... |    | 2,655   |
| OCE .....                  |    | 60,800  |
| Fixed Assets .....         |    | 5,000   |

(5) Department of Transportation, Communication and Infrastructure.

\$683,071, or so much thereof as may be necessary, for the operations of the Department of Transportation,

1           Communications and Infrastructure during the first two  
 2           quarters of fiscal year 2006. The sum appropriated  
 3           herein shall be apportioned as follows:

|   |                            |    |         |
|---|----------------------------|----|---------|
| 4 | Personnel .....            | \$ | 289,563 |
| 5 | Travel .....               |    | 50,984  |
| 6 | Contractual Services ..... |    | 305,524 |
| 7 | OCE .....                  |    | 35,000  |
| 8 | Fixed Assets .....         |    | 2,000   |

9           (6) Department of Health, Education and Social  
 10          Affairs.

11                 \$986,947, or so much thereof as may be necessary,  
 12           for the operations of the Department of Health,  
 13           Education and Social Affairs during the first two  
 14           quarters of fiscal year 2006. Of the total funds  
 15           appropriated herein, \$179,541 shall be deemed to come  
 16           from funds available under the amended Compact for the  
 17           education sector, \$382,192 from the health sector,  
 18           \$190,237 from the supplemental education grant (SEG) and  
 19           \$67,901 from the Compact I Section 221(b) Special Block  
 20           Grant. The sum appropriated herein shall be apportioned  
 21           as follows:

|    |                            |    |         |
|----|----------------------------|----|---------|
| 22 | Personnel .....            | \$ | 467,938 |
| 23 | Travel .....               |    | 219,833 |
| 24 | Contractual Services ..... |    | 168,595 |
| 25 | OCE .....                  |    | 127,231 |

1 Fixed Assets ..... 3,350

2 (7) Department of Justice.

3 \$1,382,718, or so much thereof as may be  
 4 necessary, for the operations of the Department of  
 5 Justice during the first two quarters of fiscal year  
 6 2006. The sum appropriated herein shall be apportioned  
 7 as follows:

8 Personnel .....\$ 918,830  
 9 Travel ..... 58,595  
 10 Contractual Services ..... 170,450  
 11 OCE ..... 224,093  
 12 Fixed Assets ..... 10,750

13 (8) Office of the Public Defender.

14 \$333,589, or so much thereof as may be necessary,  
 15 for the operations of the Office of the Public Defender  
 16 during the first two quarters of fiscal year 2006. The  
 17 sum appropriated herein shall be apportioned as follows:

18 Personnel .....\$ 228,471  
 19 Travel ..... 65,000  
 20 Contractual Services ..... 19,743  
 21 OCE ..... 18,850  
 22 Fixed Assets ..... 1,525

23 (9) Office of Compact Management.

24 \$115,171, or so much thereof as may be necessary,  
 25 for the operations of the Office of Compact Management

|   |  |           |
|---|--|-----------|
| 1 | during the first two quarters of fiscal year 2006. The   |           |
| 2 | sum appropriated herein shall be apportioned as follows: |           |
| 3 | Personnel .....  | \$ 42,921 |
| 4 | Travel .....   | 30,000    |
| 5 | Contractual Services .....                               | \$ 28,600 |
| 6 | OCE .....  | 11,550    |
| 7 | Fixed Assets .....                                       | 2,100     |

8 Section 3. Operating expenses of the Legislative Branch.

9 The sum of \$1,474,114, or so much thereof as may be necessary, is  
 10 hereby appropriated from the General Fund of the Federated States  
 11 of Micronesia for the first two quarters of the fiscal year ending  
 12 September 30, 2006, for the operations of the Legislative Branch  
 13 of the National Government during the first two quarters of fiscal  
 14 year 2006. The sum appropriated by this section shall be  
 15 apportioned as follows:

16 (1) Speaker and Members.

17 \$698,886, or so much thereof as may be necessary,  
 18 for the operations of the Office of the Speaker and  
 19 Members of the Congress of the Federated States of  
 20 Micronesia during the first two quarters of fiscal year  
 21 2006. The sum appropriated herein shall be apportioned  
 22 as follows:

|    |                            |            |
|----|----------------------------|------------|
| 23 | Personnel .....            | \$ 207,645 |
| 24 | Travel .....               | 212,441    |
| 25 | Contractual Services ..... | 253,800    |

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|---|--------------------|--------|
| 1 | OCE .....          | 25,000 |
| 2 | Fixed Assets ..... | -0-    |

3           (2) Staff Offices.

4                     \$565,228, or so much thereof as may be necessary,  
5           for the operations of the Congress staff offices during  
6           the first two quarters of fiscal year 2006. The sum  
7           appropriated herein shall be apportioned as follows:

|    |                            |            |
|----|----------------------------|------------|
| 8  | Personnel .....            | \$ 352,012 |
| 9  | Travel .....               | 54,686     |
| 10 | Contractual Services ..... | 84,250     |
| 11 | OCE .....                  | 61,170     |
| 12 | Fixed Assets .....         | 13,110     |

13           (3) Congress Delegation Offices.

14                     \$210,000, or so much thereof as may be necessary,  
15           for the operations of the Congress delegation offices  
16           during the first two quarters of fiscal year 2006. The  
17           sum appropriated herein shall be apportioned as follows:

|    |                                      |           |
|----|--------------------------------------|-----------|
| 18 | (i) Kosrae Delegation Office .....   | \$ 30,000 |
| 19 | (ii) Pohnpei Delegation Office ..... | 60,000    |
| 20 | (iii) Chuuk Delegation Office .....  | 90,000    |
| 21 | (iv) Yap Delegation Office .....     | 30,000    |

22           Section 4. Operating Expenses of the National Judiciary

23 Branch. The sum of \$595,706, or so much thereof as may be  
24 necessary, is hereby appropriated from the General Fund of the  
25 Federated States of Micronesia for the first two quarters of the

1 fiscal year ending September 30, 2006, for the operations of the  
 2 Judiciary Branch of the National Government during the first two  
 3 quarters of fiscal year 2006. The sum appropriated by this  
 4 section shall be apportioned as follows:

|   |                            |    |         |
|---|----------------------------|----|---------|
| 5 | Personnel .....            | \$ | 352,951 |
| 6 | Travel .....               | \$ | 82,686  |
| 7 | Contractual Services ..... |    | 63,450  |
| 8 | OCE .....                  |    | 82,874  |
| 9 | Fixed Assets .....         |    | 13,745  |

10 Section 5. Operating Expenses of the Public Auditor's  
 11 Office. The sum of \$333,948, or so much thereof as may be  
 12 necessary, is hereby appropriated from the General Fund of the  
 13 Federated States of Micronesia for the first two quarters of the  
 14 fiscal year ending September 30, 2006, for the operations of the  
 15 National Office of the Public Auditor for the first two quarters  
 16 of fiscal year 2006. The sum appropriated by this section shall  
 17 be apportioned as follows:

|    |                            |    |         |
|----|----------------------------|----|---------|
| 18 | Personnel .....            | \$ | 177,088 |
| 19 | Travel .....               |    | 63,330  |
| 20 | Contractual Services ..... |    | 61,630  |
| 21 | OCE .....                  |    | 25,900  |
| 22 | Fixed Assets .....         |    | 6,000   |

23 Section 6. Operating Expenses of agencies of the National  
 24 Government. The sum of \$749,290, or so much thereof as may be  
 25 necessary, is hereby appropriated from the General Fund of the



1 Federated States of Micronesia for the first two quarters of the  
 2 fiscal year ending September 30, 2006, for the operations of the  
 3 following boards, commissions and agencies during the first two  
 4 quarters of fiscal year 2006. The sum appropriated by this  
 5 section shall be apportioned as follows:

6 (1) National Oceanic Resource Management Authority  
 7 (NORMA).

8 \$189,903, or so much thereof as may be necessary,  
 9 for the operations of NORMA during the first two  
 10 quarters of fiscal year 2006. The sum appropriated  
 11 herein shall be apportioned as follows:

|    |                            |    |        |
|----|----------------------------|----|--------|
| 12 | Personnel .....            | \$ | 96,253 |
| 13 | Travel .....               |    | 25,000 |
| 14 | Contractual Services ..... |    | 49,450 |
| 15 | OCE .....                  |    | 19,200 |
| 16 | Fixed Assets .....         |    | -0-    |

17 (2) Board of Regents (COM-FSM).

18 \$42,230, or so much thereof as may be necessary,  
 19 for the operations of the Board of Regents, COM-FSM  
 20 during the first two quarters of fiscal year 2006. The  
 21 sum appropriated herein shall be apportioned as follows:

|    |                            |    |        |
|----|----------------------------|----|--------|
| 22 | Personnel .....            | \$ | -0-    |
| 23 | Travel .....               |    | 22,730 |
| 24 | Contractual Services ..... |    | 6,000  |
| 25 | OCE .....                  |    | 13,500 |

1 Fixed Assets ..... -0-

2 (3) Coconut Development Authority (CDA).

3 \$62,801, or so much thereof as may be necessary,  
 4 for the operations of the Coconut Development Authority  
 5 during the first two quarters of fiscal year 2006. The  
 6 sum appropriated herein shall be apportioned as follows:

|    |                            |           |
|----|----------------------------|-----------|
| 7  | Personnel .....            | \$ 34,236 |
| 8  | Travel .....               | 5,235     |
| 9  | Contractual Services ..... | 11,080    |
| 10 | OCE .....                  | 4,750     |
| 11 | Fixed Assets .....         | 7,500     |

12 (4) FSM Banking Board.

13 \$66,179, or so much thereof as may be necessary,  
 14 for the operations of the FSM Banking Board during the  
 15 first two quarters of fiscal year 2006. The sum  
 16 appropriated herein shall be apportioned as follows:

|    |                            |           |
|----|----------------------------|-----------|
| 17 | Personnel .....            | \$ 35,778 |
| 18 | Travel .....               | 10,053    |
| 19 | Contractual Services ..... | 7,850     |
| 20 | OCE .....                  | 10,998    |
| 21 | Fixed Assets .....         | 1,500     |

22 (5) FSM Postal Services.

23 \$313,177, or so much thereof as may be necessary,  
 24 for the operations of the National Postal Services  
 25 during the first two quarters of fiscal year 2006. The

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|---|--|------------|
| 1 | sum appropriated herein shall be apportioned as follows: |            |
| 2 | Personnel .....  | \$ 201,244 |
| 3 | Travel .....   | 20,346     |
| 4 | Contractual Services .....                               | 49,137     |
| 5 | OCE .....  | 42,450     |
| 6 | Fixed Assets .....                                       | -0-        |

7 (6) National Fisheries Corporation (NFC).

8 \$75,000, or so much thereof as may be necessary,  
9 for the operations of the National Fisheries Corporation  
10 during the first two quarters of fiscal year 2006. The  
11 sum appropriated herein shall be apportioned as follows:

|    |                              |           |
|----|------------------------------|-----------|
| 12 | NFC operations subsidy ..... | \$ 25,000 |
| 13 | Air freight subsidy .....    | 50,000    |

14 Section 7. Special Programs. The sum of \$409,221, or so  
15 much thereof as may be necessary, is hereby appropriated from the  
16 General Fund of the Federated States of Micronesia for the fiscal  
17 year ending September 30, 2006, for the following special programs  
18 during fiscal year 2006. The sum appropriated by this section  
19 shall be apportioned as follows:

20 (1) FSM Aquaculture Center.

21 \$88,414, or so much thereof as may be necessary,  
22 for the operations of the FSM Aquaculture Center during  
23 fiscal year 2006. The sum appropriated herein shall be  
24 apportioned as follows:

|    |                 |           |
|----|-----------------|-----------|
| 25 | Personnel ..... | \$ 38,617 |
|----|-----------------|-----------|

|   |                            |        |
|---|----------------------------|--------|
| 1 | Travel .....               | 11,534 |
| 2 | Contractual Services ..... | 14,874 |
| 3 | OCE .....                  | 23,389 |
| 4 | Fixed Assets .....         | -0-    |

(2) Office of the National Election Director.

\$305,807, or so much thereof as may be necessary, for the operations of the National Election Director's Office during fiscal year 2006. The sum appropriated herein shall be apportioned as follows:

|    |                            |            |
|----|----------------------------|------------|
| 10 | Personnel .....            | \$ 180,081 |
| 11 | Travel .....               | 13,326     |
| 12 | Contractual Services ..... | 27,100     |
| 13 | OCE .....                  | 37,800     |
| 14 | Fixed Assets .....         | 47,500     |

(3) National Authorizing Committee (ACP/EU).

\$15,000, or so much thereof as may be necessary, for the operations of the National Authorizing Committee (ACP/EU) during fiscal year 2006. All funds appropriated herein shall be expended for travel.

Section 8. Grants, Subsidies and Contributions. The sum of \$2,755,766, 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, 2006, for the following grants, subsidies and contributions during fiscal year 2006. The sum appropriated by this section shall be apportioned

1 as follows:

2 (1) Department of Foreign Affairs

3 (a) Pacific Islands Forum

4 Secretariat .....\$ 40,000

5 (b) Secretariat for the Pacific

6 Community (SPC) ..... 17,000

7 (c) UN and Specialized Agencies (UN)\$ 60,000

8 (d) UN Economic and Social Commission  
9 for Asia and the Pacific (ESCAP) ..... 5,000

10 (e) East-West Center ..... 5,000

11 (2) Department of Finance and Administration.

12 (a) National Authorizing Committee

13 (ACP/EU) ..... 8,000

14 (3) Department of Economic Affairs

15 (a) Pacific Islands Development

16 Program ..... 15,000

17 (b) Forum Fisheries Agency (FFA) .... 21,000

18 (c) UN Development Program ..... 3,000

19 (d) Coordinating Committee for  
20 Offshore Minerals Prospecting (SOPAC) ..... 40,000

21 (e) Pacific Asia Travel Association . 5,000

22 (f) UN Environmental Program (UNEP) . 600

23 (g) Western Forestry

24 Leadership Coalition ..... 500

25 (h) Seaframe Program ..... 7,500

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|    |   |          |
|----|---|----------|
| 1  | (i) Food Agriculture Organization (FAO)                       | 4,700    |
| 2  | (j) FA/TCP Matching .....                                     | 28,800   |
| 3  | (k) National Environmental                                    |          |
| 4  | Speech Contest .....  | 15,000   |
| 5  | (l) 3 <sup>rd</sup> Convention (Fisheries Consortium)         | 13,558   |
| 6  | (4) <u>Department of Health, Education and Social Affairs</u> |          |
| 7  | (a) UN Fund for Population                                    |          |
| 8  | Activity (UNFPA) .....  | \$ 3,000 |
| 9  | (b) South Pacific Regional                                    |          |
| 10 | Environmental Program (SPREP) .....                           | 7,375    |
| 11 | (c) Aid to Non-Public Schools .....                           | 300,000  |
| 12 | (d) Financial Assistance to FSM                               |          |
| 13 | Students attending College of Marshalls and                   |          |
| 14 | Palau Community College .....                                 | 50,000   |
| 15 | (e) World Health Organization (WHO) .                         | 41,385   |
| 16 | (f) National Board of Nursing .....                           | 20,000   |
| 17 | (g) Pacific Islands Health                                    |          |
| 18 | Officers Association .....                                    | 20,000   |
| 19 | (h) National Close-Up Local Program .                         | 64,000   |
| 20 | (i) FSM Amateur Sports Association ..                         | 20,000   |
| 21 | (j) College of Micronesia Board (COM)                         |          |
| 22 | (k) Association of Territorial                                |          |
| 23 | Health Organization .....                                     | 2,000    |
| 24 | (l) FSM Red Cross .....                                       | 64,000   |
| 25 | (m) UNESCO .....  | 4,000    |

5,0

|    |  |           |
|----|--|-----------|
| 1  | (5) <u>Department of Transportation,</u>                 |           |
| 2  | <u>Communications and Infrastructure</u>                 |           |
| 3  | (a) Asia-Pacific Telecommunity (APT)                     | 7,640     |
| 4  | (b) International Telecommunications                     |           |
| 5  | Union (ITU) .....  | 55,000    |
| 6  | (c) International Civil Aviation                         |           |
| 7  | Organization .....                                       | \$ 28,050 |
| 8  | (d) Micronesian Shipping Commission .                    | 10,000    |
| 9  | (e) FSM Capital Energy/Utilities ....                    | 300,000   |
| 10 | (6) <u>Coconut Development Authority (CDA)</u>           |           |
| 11 | (a) Copra Subsidy .....                                  | 75,000    |
| 12 | (b) Asia Pacific Coconut Community (APCC)                | 15,500    |
| 13 | (7) <u>Other Grants, Subsidies and Contributions</u>     |           |
| 14 | (a) Kosrae Judiciary subsidy .....                       | 37,500    |
| 15 | (b) Pohnpei Judiciary subsidy .....                      | 40,500    |
| 16 | (c) Chuuk Judiciary subsidy .....                        | 40,500    |
| 17 | (d) Yap Judiciary subsidy, PROVIDED that, of             |           |
| 18 | this amount, \$15,000 shall be used to provide financial |           |
| 19 | assistance to Yap students enrolled in law school unless |           |
| 20 | there are no Yap students so enrolled during the fiscal  |           |
| 21 | year .....   | 35,000    |
| 22 | (e) COM Treaty Obligations .....                         | 25,000    |
| 23 | (f) Micronesian Legal Services                           |           |
| 24 | Corporation .....  | 150,000   |
| 25 | (g) States Joint Law Enforcement ....                    | 150,000   |

|   |  |            |
|---|--|------------|
| 1 | (h) School Textbook Purchase, PROVIDED THAT funds      |            |
| 2 | appropriated herein shall be deemed to come from funds |            |
| 3 | available under the amended Compact for Supplemental   |            |
| 4 | Education Grant (SEG) .....                            | 619,658    |
| 5 | (i) Tuna Commission Membership .....                   | 16,000     |
| 6 | (j) Disaster Assistance Emergency                      |            |
| 7 | Fund (DAEF) Matching .....                             | \$ 200,000 |
| 8 | (k) State Court Congestion Relief ...                  | 60,000     |

9 Section 9. Capital and Human Resource Development. The sum  
10 of \$9,200,568, or so much thereof as may be necessary, is hereby  
11 appropriated from the General Fund of the Federated States of  
12 Micronesia for the fiscal year ending September 30, 2006, for the  
13 following capital improvements, development programs and projects  
14 and human resource development. The sum appropriated by this  
15 section shall be apportioned as follows:

16 (1) College of Micronesia-FSM.

17 \$6,909,240, or so much thereof as may be  
18 necessary, for the operations, programs and projects of  
19 the College during fiscal year 2006. The sum  
20 appropriated herein shall be apportioned as follows:

21 (a) COM-FSM operations, PROVIDED THAT all funds  
22 appropriated herein shall be deemed to come from funds  
23 available under the amended Compact for the  
24 education sector .....\$ 3,800,000

25 (b) Students scholarship, PROVIDED THAT \$300,000



1           appropriated herein shall be deemed to come from funds  
2           available under the amended Compact for Supplemental  
3           Education Grant (SEG) and \$267,046 appropriated herein  
4           shall be deemed to come from funds available under the  
5           amended Compact for the FY05 carryover Supplemental  
6           Education Grant (SEG) ..... 567,046  
7                   (c) Fisheries and Maritime Institute\$ 600,000  
8                   (d) SEOG and Work Study Programs, PROVIDED THAT  
9           all funds appropriated herein shall be deemed to come  
10          from funds available under the amended Compact for  
11          Supplemental Education Grant (SEG) ..... \$270,268  
12                   (e) COM-FSM State Campus Facility Improvement,  
13          PROVIDED THAT the sum appropriated herein shall be  
14          deemed to come from funds available under the amended  
15          Compact for Infrastructure Development sector \$ 1,5  
16                   (f) Capacity building and professional  
17          development for pre-service teachers in the FSM,  
18          PROVIDED THAT all funds appropriated herein shall be  
19          deemed to come from funds available under the amended  
20          Compact for the FY05 carryover Supplemental Education  
21          Grant (SEG) .....171,926  
22          (2) Department of Foreign Affairs  
23                   (a) FSM Washington Embassy Renovation -0-  
24          (3) Department of Finance and Administration  
25                   (a) National Staff Upgrading ..... 50,000

|    |  |            |
|----|--|------------|
| 1  | (b) Customs Inspections in Chuuk                               |            |
| 2  | and Pohnpei by inspectors from other states                    | 20,000     |
| 3  | (4) <u>Department of Economic Affairs</u>                      |            |
| 4  | (a) FSM Visitor Bureau .....                                   | 100,000    |
| 5  | (5) <u>Department of Transportation, Communication and</u>     |            |
| 6  | <u>Infrastructure</u>  |            |
| 7  | (a) TA Airport Pavement, PROVIDED THAT all funds               |            |
| 8  | appropriated herein shall be deemed to come from funds         |            |
| 9  | available under the amended Compact for Infrastructure         |            |
| 10 | Development sector .....                                       | \$ 505,787 |
| 11 | (6) <u>Department of Justice</u>                               |            |
| 12 | (a) FSM Patrol Boat Slipping .....                             | 200,000    |
| 13 | (7) <u>Office of the Public Defender</u>                       |            |
| 14 | (a) Kosrae PD Office renovation .....                          | 20,000     |
| 15 | (b) Pohnpei PD Office retaining wall                           | 4,000      |
| 16 | (8) <u>FSM Postal Services</u>                                 |            |
| 17 | (a) Yap Post Office renovation .....                           | 50,000     |
| 18 | (b) Chuuk Post Office renovation ....                          | 50,000     |
| 19 | (9) <u>Infrastructure Maintenance Fund (IMF)</u>               |            |
| 20 | (a) IMF, PROVIDED THAT \$105,568 of the funds                  |            |
| 21 | appropriated herein shall be deemed to come from funds         |            |
| 22 | available under the amended Compact for Infrastructure         |            |
| 23 | Maintenance Fund sector grant .....                            | 211,136    |
| 24 | (10) <u>Department of Health, Education and Social Affairs</u> |            |
| 25 | (a) Monitoring, co-ordination, teaching                        |            |

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1 assistanceand research, PROVIDED THAT all of the funds  
2 appropriatedherein shall come from funds available  
3 under the amended Compact for FY05 carryover of the  
4 Supplemental Education Grant (SEG) ..... \$ 377

5 (11) President's Office

6 (a) FEMA matching funds and public assistance  
7 specialist ..... \$ 213

8 (b) Payment to the Asian Development Bank for the  
9 Fisheries Development Project Loan authorized by Public  
10 Law No. 7-101 ..... 90,000

11 (c) FSM Trust Fund, PROVIDED THAT the amount  
12 appropriated is not greater than 50% of the amount of  
13 local revenues to be carried over to FY07 before  
14 deducting the amount of this appropriation, in that case  
15 the amount shall be equal to 50% of the amount of local  
16 revenues to be carried over to FY07 not including the  
17 amount of this appropriation ..... 250,000

18 (d) Preparation and submission of the  
19 Annual Report and Single Audit as required by the  
20 amended Compact, including contracting the  
21 services of a CPA from a reputable  
22 accounting firm ..... 150,000

23 Section 10. Employment Ceiling. The maximum number of  
24 positions for each branch and agency of the National Government of  
25 the Federated States of Micronesia for fiscal year 2006 shall be

1 as follows:

2 (1) Executive Branch .....462  
3 (2) Legislative Branch .....55  
4 (3) Judiciary Branch .....31  
5 (4) Public Auditor Office .....16  
6 (5) Agencies  
7 (a) National Oceanic Resource  
8 Management Authority .....11  
9 (b) Coconut Development Authority ..4  
10 (c) FSM Postal Services .....38  
11 (d) FSM Banking Board .....4  
12 (6) Special Programs  
13 (a) FSM Aquaculture Center .....4  
14 (b) Office of National Election  
15 Director .....11

16 Section 11. Reprogramming. Reprogramming of funds into or  
17 from the personnel budget line items shall not be permitted. The  
18 President may reprogram up to 10% to or from, whichever is less,  
19 from the funds appropriated to each department and office in  
20 section 2 (Operating expenses of the Executive Branch).

21 Reprogramming of funds within a department or agency shall be  
22 effected by the head of such department by specifying in writing  
23 to the Secretary of Finance and Administration, FSM National  
24 Government, the accounts for which funding is either increased or  
25 decreased. The President shall report to the Congress within one

1 month of the last day of each financial quarter all amounts  
2 reprogrammed inter or intra a department, office or agency.

3 Section 12. Allotment and management of funds and lapse  
4 date.

5 (1) General Provisions.

6 (a) All funds appropriated by this act shall be  
7 allotted, managed, administered and accounted for in  
8 accordance with applicable law, including, but not  
9 limited to, the Financial Management Act of 1979 and the  
10 amended Compact of Free Association between the United  
11 States Government and the Government of the Federated  
12 States of Micronesia and its related agreements.

13 (b) The allottees shall be responsible for  
14 ensuring that these funds, or so much thereof as may be  
15 necessary, are used solely for the purpose specified in  
16 this act, and that no obligations are incurred in excess  
17 of the sum appropriated.

18 (2) Allottees. The allottee of the funds appropriated  
19 by this act are as follows:

20 (a) Section 2 - the allottee of these funds shall  
21 be the President of the Federated States of Micronesia;

22 (b) Section 3 - the allottee of these funds shall  
23 be the Speaker of the Congress of the Federated States  
24 of Micronesia;

25 (c) Section 4 - the allottee of these funds shall

1 be the Chief Justice of the Supreme Court of the  
2 Federated States of Micronesia;

3 (d) Section 5 - the allottee of these funds shall  
4 be the Public Auditor of the Federated States of  
5 Micronesia;

6 (e) Sections 6 through 9 - the allottee of these  
7 funds shall be the President of the Federated States of  
8 Micronesia, EXCEPT THAT for the following subsections of  
9 sections 8 through 9 of this act:

10 (i) section 8 subsection (7)(a) through (c)  
11 - the allottee of these funds shall be the Chief Justice  
12 of the respective state;

13 (ii) section 8 subsection (7)(d) - the  
14 allottee of these funds shall be the Chief Justice of  
15 the State of Yap, EXCEPT the Public Defender of the  
16 Federated States of Micronesia shall be the allottee for  
17 the \$15,000 appropriated for scholarships for Yap  
18 students enrolled in law school;

19 (iii) section 8 subsection (7)(e) - the  
20 allottee of these funds shall be the Chief Justice of  
21 the Supreme Court of the Federated States of Micronesia;  
22 and

23 (iv) section 9(1)(a) through (g) - the  
24 allottee of these funds shall be the President of the  
25 College of Micronesia-FSM.



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