

SEVENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

THIRD REGULAR SESSION, 1992

CONGRESSIONAL BILL NO. 7-310, C.D.1

Public Law No. 7 - 106

AN ACT

To further amend Public Law No. 5-122, the Investment Development Act of 1988, as amended by Public Laws Nos. 6-21 and 6-109, by amending section 15 for the purpose of amending the ceiling on the annual Investment Development Fund operating budget of the Federated States of Micronesia Development Bank, and for other purposes.

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

1 Section 1. Section 15 of Public Law No. 5-122 is hereby amended  
2 to read as follows:

3 "Section 15. Expenses.

4 (1) Subject to the procedures specified in this section,  
5 Investment Development Fund moneys may be used to pay expenses  
6 of the Development Bank relating to administration of the  
7 Fund, the Board of Advisors, the study and reports required  
8 by section 20 of this act, and investment of the Fund, and  
9 may also be used to reimburse expenses incurred pursuant to  
10 subsection (6) of section 6 of Public Law No. 4-51, as  
11 amended by Public Law No. 4-88. Except as otherwise  
12 provided in subsection (2) of section 18 of this act, such  
13 expenses shall be assessed against the private-sector  
14 reserve created by section 17 of this act.

15 (2) No later than April 1 of the year preceding a  
16 given fiscal year, the Development Bank shall submit to  
17 the Federated Development Authority for approval a budget  
18 request for the upcoming fiscal year and budget projections  
19 for each of the two subsequent fiscal years. The budget  
20 request shall include estimates as to its costs of  
21 administering the Investment Development Fund, with such  
22 information and detail as the Federated Development



1 Authority may determine. The budget request shall be reviewed  
2 and approved by the Board of Directors of the Development  
3 Bank prior to its submission to the Federated Development  
4 Authority. In no event shall this budget request exceed  
5 \$130,000.

6 (3) No later than April 1 of the year preceding a  
7 given fiscal year, the Board of Advisors shall submit to  
8 the Federated Development Authority for approval a budget  
9 request for the upcoming fiscal year and budget projections  
10 for each of the two subsequent fiscal years. The budget  
11 request shall include estimates as to the costs of operations  
12 of the Board of Advisors, with such information and detail  
13 as the Federated Development Authority may determine.

14 (4) No later than April 1 of the year preceding a  
15 given fiscal year, the President of the Federated States of  
16 Micronesia shall submit to the Federated Development Authority  
17 for approval a budget request for the upcoming fiscal year  
18 and budget projections for each of the two subsequent  
19 fiscal years. The budget request shall include estimates  
20 as to the costs of the study and annual reports required  
21 by subsection (1) of section 20 of this act, with such  
22 information and detail as the Federated Development  
23 Authority may determine.

24 (5) Subject to such overall policies and limitations  
25 as may be established by the Federated Development



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1 Authority, expenses associated with the investment of  
2 Investment Development Fund moneys may be paid out of the  
3 Fund by the Development Bank without prior approval.

4 (6) The Federated Development Authority shall  
5 establish such reprogramming and other budgetary policies  
6 with respect to the funds referred to in subsections (2),  
7 (3), (4), and (5) of this section as it deems appropriate.

8 (7) Summary information on the budget requests or  
9 approved budgets provided for in subsections (2), (3),  
10 and (4) of this section shall be included in the annual  
11 budget submission required by section 103 of title 55 of  
12 the Code of the Federated States of Micronesia."

13 Section 2. This act shall become law upon approval by the  
14 President of the Federated States of Micronesia or upon its becoming  
15 law without such approval.

16  
17 December 1, 1992  
18  
19 Bailey Olter  
20 Bailey Olter  
21 President  
22 Federated States of Micronesia  
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