ACT NO: 7-03

AN ACT

To establish a Development Authority for Faichuk as an autonomous public corporation with its own legal personality, and for other purposes.

BE IT ENACTED BY THE CHUUK STATE LEGISLATURE:

Section 1. <u>Establishment</u> There is hereby established an autonomous public corporation to be known as the Faichuk Development Authority, hereinafter referred to as the "Authority" with a legal personality of its own distinct and separate from the Chuuk State Government and distinct and separate from any and all other legal entities created by State laws.

Section 2. <u>Jurisdiction</u>. The Authority shall have jurisdiction over those islands that comprise the Faichuk region, to wit: Eot, Udot, Romanum, Fanapanges, Tol, a/k/a Tolensom, Polle, Paata, and Wonei a/k/a Oneisom and the ocean that connects those islands together which are hereby deemed internal waters of Faichuk.

Section 3. Municipal Government vis-à-vis Authority. The power and authority of the municipal governments as set forth under section 5, in particular, and under article XIII, in general, of the Chuuk State Constitution as well as the rights of the municipal governments under section 6 of article VII of the said Constitution shall remain unaffected by the enactment of this act and the powers and authority of the Authority shall in supplement to and in support of those municipal powers, rights, and authority in order to enhance the development of the region. The power of each municipal government within its own jurisdiction and with regards to its rights under section 6 of article VII of the Chuuk State Constitution shall remain effective as if this act has not been enacted.

Section 4. Power of the Authority. The Authority is hereby granted powers, interalia, to:

- a enter into contract in its own name and on its own behalf,
- b. sue and be sued in its own name and to provide for its own defense in its own name and on its own behalf;

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	c. bollow on its own credit in its own name and on its own behalf, the debt of		
2	the Authority shall not be a debt of the Chuuk State Government or any of the		
3	legal entities established by Chuuk State laws, and to this extent the Chuu		
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6	d. to open and maintain bank accounts, including a revolving fund account, a		
7	any bank as deem appropriate by the Board of Governors and to deposit an		
8	and all money received or generated by the Authority in its own such account		
9	notwithstanding the provisions of the Chuuk State Financial Management Act		
10	or any other relevant laws, to the contrary,		
11	e. seek funding for any development projects for the Faichuk region including		
12	but not limited to projects for development of road, water, sewerage		
13	electricity, communication and transportation systems. Notwithstanding the		
14	provision of Chuuk State Law No. 3-97-05, Chuuk Public Utility Corporation		
15	Act, to the contrary, the Authority is hereby granted the authority to construct,		
16	operate, and maintain public utilities in the Faichuk region including but not		
17	limited to the provision, maintenance, and improvement of water, electric, and		
18	sewerage systems in that region and;		
19	f. do and exercise any and all powers that are related to, connected with,		
20	incidental of, and inherent in the powers expressly granted above.		
21	Section 5. Management. The affairs of the Authority shall be managed and its		
22	powers exercised by a Board of Governors, which shall consist of ten members, eight of		
23	whom shall be appointed by the respective mayors of the eight municipalities of the		
24	Faichuk region, and two shall be appointed by the Faichuk Commission. The initial		
25	members of the Board of Governors shall be the mayor of the eight municipal		
26	governments and two representatives of the Commission. They shall remain in office		
27	until their replacements are appointed and qualified.		

from any and all claims, demands, suits, controversies, litigations, or any other problems,

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Section 6. <u>Indemnification</u>. The Authority shall hold the State of Chuuk harmless

		c. bollow oil its own credit in its own name and on its own behalf, the debt o
	. 2	the Authority shall not be a debt of the Chuuk State Government or any of the
\$2.4F	3	legal entities established by Chuuk State laws, and to this extent the Chuu
	4	State Government hereby expressly disclaims any and all liability for any deb
	5	
	6	d. to open and maintain bank accounts, including a revolving fund account, a
	7.	
	.8	and all money received or generated by the Authority in its own such accounts
	9	notwithstanding the provisions of the Chuuk State Financial Management Act
	10	or any other relevant laws, to the contrary;
	11	e. seek funding for any development projects for the Faichuk region including
	12	but not limited to projects for development of road, water, sewerage,
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	21	
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	27	governments and two representatives of the Commission. They shall remain in office
	28	until their replacements are appointed and qualified.
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111	29	from any and all claims, demands, suits, controversies, litigations, or any other problems,

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ļ	c	borrow on its own credit in its own name and on its own behalf, the debt of
2	ž	the Authority shall not be a debt of the Chuuk State Government or any of the
3		legal entities established by Chuuk State laws, and to this extent the Chuuk
4		State Government hereby expressly disclaims any and all liability for any debt
5		or act, or omission, of the Authority.
6	d.	to open and maintain bank accounts, including a revolving fund account, at
7		any bank as deem appropriate by the Board of Governors and to deposit any
8		and all money received or generated by the Authority in its own such accounts
9		notwithstanding the provisions of the Chuuk State Financial Management Act
10		or any other relevant laws, to the contrary;
11	e.	seek funding for any development projects for the Faichuk region including
12		but not limited to projects for development of road, water, sewerage,
13		electricity, communication and transportation systems. Notwithstanding the
- 14		provision of Chuuk State Law No. 3-97-05, Chuuk Public Utility Corporation
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18		sewerage systems in that region and;
19	f.	do and exercise any and all powers that are related to, connected with,
20		incidental of, and inherent in the powers expressly granted above.
21		tion 5. Management. The affairs of the Authority shall be managed and its
22		reised by a Board of Governors, which shall consist of ten members, eight of
23		be appointed by the respective mayors of the eight municipalities of the
24		gion, and two shall be appointed by the Faichuk Commission. The initial
25		f the Board of Governors shall be the mayor of the eight municipal
26		s and two representatives of the Commission. They shall remain in office
27		placements are appointed and qualified.
28	Secti	on 6. Indemnification. The Authority shall hold the State of Chuuk harmless
29		d'all claims, demands, suits, controversies, litigations, or any other problems,

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now existing or hereafter arising against the State of Chuuk for conduct or omission of

2 the Authority and the same shall indemnify the State of Chuuk for any and all losses,

3 settlements, claims, demands, suits, controversies, litigations, or payments made by the

State of Chuuk for wrongful act or omission, or for any other liability of the Authority

which is wrongfully imputed to the Chuuk State Government.

Section 7. Organization of the Authority. Within sixty days of the effective date of this Act, the members of the Board of Governors shall organize themselves and elect their temporary President, Vice President, Secretary and Treasurer. The first meeting shall be called and conducted by a representative of the Faichuk Commission. After the permanent members of the Board of Governors are appointed and qualified, the Board shall adopt its articles of incorporation and corporate bylaws and its manual of administration. The articles of incorporation and the bylaws shall be submitted to the Governor for approval. Any amendment to the articles of incorporation shall be approved by the Governor, but amendments to the bylaws shall be approved by the members of the Board of Governors in accordance with its bylaws.

Section 8. <u>Funding.</u> The Authority is hereby granted the authority to receive funding from the Chuuk State Legislature or from any other source other than the Legislature and to deposit such funds into its own revolving account. Notwithstanding any provision of law to the contrary, any and all funds received by the Authority shall not be lapsed but shall remain available until fully expended.

Section 9 <u>Effective date</u>. This act shall take effect upon approval by the Governor, or upon its becoming law without such approval.

Signed:

Detor Santos, President

Senate, Chuuk State Legislature

ept: 15,2003

Attested:

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Songkininta Bossy, Chief Clerk

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Senate

Chuuk State Legislature

Date:

Signed

Joe W. Suka, Speaker House of Representatives Chuuk State Legislature

Attested:

Herter Sorlm, Chief Clerk House of Representatives Chuuk State Legislature

Approved:

Ansito Walter, Governor Chuuk State Government

History

SB No. 7-27; SD1

: S. S. C. R. No.7-1R-27

: H. S. C. R. No. 7-1R-42

EW NAMOPWUNG

A forata ew Development Authority an Faichuk mi pusin imuno won an pochokkun me nemenem ussun ew korporeison fan iten tufichin aramas chommong fiti pusin afotofotun me non annuk, me pwan ren ekkoch popun.

EPWE PWUNG ME REN EWE ENEPWUNGUN CHUUK:

Tetten 1. Forutan. Iei a foruta won pusin an pochokkun me nemenen ew

2 korporeison epwe iteni Faichuk Development Authority, me kormwochan "Authority",

fiti pusin afotofotun me non annuk mi affat me imuno seni ewe Mun Chuuk pwan affat

me imuno seni ese nifinifin neein me meinisin ekkewe kinikinin angang ka nemenem

mei kawor me non annukun Chuuk State.

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Tetten 2. <u>Kinikinin Nemenen</u>. Ewe Authority epwe wor ren nemenen won ekkewe fonu minne ra forata ewe kinikinin Faichuk ren ekkei fonu iter: Eot, Udot Fonuweisom, Romanum, Fanapanges, Tol, are Tolensom, Polle, Paata Tupunion, Wonei

are Oneisom me ewe matawen Faichuk mi ochufengenni ekkei fonu.

Tetten 3. Pochokkun Nefinen Mun Fonu me ewe Authority. Ewe pochokkun me nemenem mi wor ren ekkwe mun fonu ussun mei affat me non tetten 5, ren affaten tichchikin, me fan sapun XIII, non mesenapan, me non noun Chuuk State we Chunapen Annuk fiti fengen me ekkewe pwung mei wor ren ekkewe municipal kafomen fan pwungun tetten 6 me non sapun VII non noun Chuuk State we Chunapen Annuk repwe chok kupachano won pochokkuneer rese taano ren forutan ei annuk; me ekkewe pochokkun me nemenem an ei Authority ra kawor pwe sopwosopun me aninnisin ekkewe pochokkun mi nonnom ren ekkewe municipal kafomen, ekkewe pwung, me nemenem mei wor ren ei Authority repwe atufich-ochuweno me anisi ekkei pochokkun, pwung me nemenem ren feffeitan pekin manawen fonu me aramas. Ekkewe pochokkun an ew me ew ekkewe municipal kafomen fiti kinikinin an nemenem ussun mi affat me fan pwungun tetten 6 me non sapun VII me non noun Chuuk State we Chunapen Annuk repwe chok sopwosopwono pochokkuner ussun nge ita ei annuk ese mwo kopwunguno.

Tetten 4. <u>Pochokkunen Authority</u>. Ewe Authority a wor ren ekkewe pochokkun fan iten an epwe tufichinin fori, me nein chommong angang:

a. fori etipe-ew won pusin itan pwan fan asengesin;

- b. kopwung ngeni emon, ika emon epwe kopwung ngeni, me awora noun sou aninnis me non kopwung fan itan me pusin fan asengesin;
- c. paaro won pusin an niwinimang fan itan me pusin fan asengesin, niwinimang esap an ewe Mun Chuuk are an ew chok me neein kinikinin kewe mi foruta me non annuk, tori ei ukukun ewe Mun Chuuk State mi pichiu seni ese nifinifin are meinisin niwinimang an ewe Authority mesen meet mi fori me met ese fori;
- d. Epue pusin suuki me non bank an account kapachenong ew account ren mwoni epwe morokuun me wor manawan fiti pwungun ewe Board of Governor me pusin isenong non nenien iseis sakkopaten mwomi mi tonong ngeni me pusin manaw ren ewe Authority fan pusin an tinikken na mwo ren ekkewe uwekisin ika masowen ewe Chuuk State Financial Management Act, ika pwan ekkoch annuk mi wor me nukun ei;
- e. pusin kutta mwonien project fan iten Faichuk kapachenong me esap chok oukuuk ngeni project ren forutan pekin aan, konik me pekin fetanin me tumunun kiten mwongo, pekin asarama fonu ren tengki, pekin atoura porous me wa ren mechersinon fetanin aramas non neeni me neeni. Nikitano mwo uwekisin annukun Mun Chuuk No. 3-97-95, Chuuk Public Utility Corporation Act, ewe mi sakkofesen seni ngiingin ei annuk, ewe Authority a wor ren ewe pochokkun an epwe forata, omowkutu, me tumunu ekkewe pisekin atufichi aramas chommong me non Faichuk kapachenong nge esap chok oukuuk ngeni kaworen, tumunun me emwirinonoon pekin fetanin konik ngeni aramas meinisin, fiifi, pekin fetanin me tumunun kiten mwongo me non ewe kinikin;
- f. fori me aea ekkewe pochokkun meinisin mi weneiti, ika pusin wor ren fan iten mei awenewen ngeni ekkewe pochokkun me nemenem meinisin ra fen wor ngeni fan pwungun ei annuk.

Tetten 5. Amwokutun Authority. Ekkewe angang meinisin repwe tumun me ommokut, me an kewe pochokkun meinisin repwe mwokutukut seni ne-poun ewe Board of Governor ewe epwe wor engon monun, wanumon repwe kefinita seni ekkewe mayor non ekkewe wanu municipality non Faichuk, me ruemon repwe kefinita serii ewe Faichuk Commission. Ekkewe wanumon mayor ir ekkewe akkomwen monun ewe Board of Governor me ekkewe ruemon tupuwn ewe Faichuk Commission repwe kupachano mwo non wiser kewe tori an siwinir ra kefinita me poputa wor pochokkuner. Tetten 6. Pichino seni mwarei choun chappen foffor. Ewe Authoirty esap efeiengawa ewe Mun Chuuk State an epwe mwarei chappen claim, suit, controversies, litigation, are pwan ekkoch osukosuk, ir mi wor are fis ar repwe tongeni efeiengawa ewe

Mun Chuuk State fan iten ekkewe angang ewe Authority mi fori ika ese fori, iwe ewe Authority epwe epichano ewe Mun Chuuk State on ese nifinifin loss, settlement, claim, demand, suit, controversy, litigation, are payment ewe Mun Chuuk epwe aani sekeningin fan itan pokiten mwaninon an ewe Authority angang mi fori are ese fori, are ese nifinifin

chappen foffor uruurun an ewe Authority a mwanino ewe mwun Chuuk a fen wisen feiengaw ren.

Tetten 7. Mwich me Finitan Nouwis. Non wone ran me mwirin an ei annuk a poputa wor pochokkunan, monun ewe Board of Governor repwe ne efisi ar mwich pwe repwe finita ewe sounik President, Vice President, Seketeri, me Treasurer. Epwe fis ewe aewin mwich epwe kokko fan omokutuwen ewe tupwun ewe Faichuk Commisison. Me mwirin monun ewe Board of Governor ra finita me wor pochokkuner, ewe Board epwe ne etiwa noun article of corporation me corporte bylaws me noun manual of administration. Ekkwe articles of incorporation me corporate bylaws repwe feinno ngeni ewe Governor ren an epwe apwungano me ekkesiwin meinsin ngeni ewe corporate bylaws repwe chok kopwunguno me ren ewe Board of Governor fiti pwungun nour we bylaws.

Tetten 8. <u>Mwonien Authority</u>. Ewe Authority a wor ren mumuta an epwe angei mwonien ammokutun seni ewe Chuuk State Legislature, are seni ese nifinifin nenien

kaworen mwoni me nukun ewe Legislature iwe epwe isenong ekkei mwoni non ew 1 revolving account. Ina mwo are mi wor annuk mi affata fanousn kounon nounoun mwoni, mwonien ewe Authority resap kouk fansoun nounouur tori ar repwe pusin 3 4 muchchuno meinsin. 5 Tetten 9. Poputan pochokkun. Ei annuk epwe poputa wor pochokkunan nupwen a kopwunguno mre ren ewe Governor, are inet chok fansoun a pusin winiti annuk won 6 7 winikapan. Sain seni:

Annetata:

Songkinita Bossy, Chief Clerk

Senate

Aneepwungun Chuuk

Pwinin Maram 9

Senate

Detor Santos, President

Aneepwungun Chuuk

Sain

Pwinin Maram

Joe N. Suka, Speaker Utten Representatives Aneepwungun Chuuk

Annetata:

Herter Sorim, Chief Clerk Utten Representatives

Aneepwungun Chuuk

Kopunguno

Ansito Walter, Kepina Chuuk State

Pwinin maram:

Uruo

: S. B. No. 7-27;SDI

: S. S. C. R. No. 7-1R-27

: H. S. C. R. No. 7-1R-42