



OFFICE OF THE GOVERNOR
STATE OF CHUUK

Federated States of Micronesia

P.O. BOX 849
WENO, STATE OF CHUUK
F.S.M. 96942
TEL. (691) 330-2230/4239
FAX (691) 330-2233

Gov. Copy

July 19, 2006

The Honorable Detor Santos, &
President,
House of Senate
Eighth Chuuk State Legislature
Weno, Chuuk
Federate States of Micronesia
96942

The Honorable Florencio Singkoro Harper
Speaker
House of Representatives
Eighth Chuuk State Legislature
Weno, Chuuk
Federated States of Micronesia
96942

RE: C.S.L. No. 8-06-11 (Legislative Act No. 8-26)

Dear President Santos and Speaker Harper:

I have intentionally allowed Legislative Act No. 8-26 entitled:

"To establish a Social and Economic Development Authority for Northern Namoneas and to provide for its organization, management, authority and responsibility, and for other purposes."

to become law without my signature and the same has been designated as Chuuk State Law No. 8-06-11. Please note that I have done this purposely because while I am agreeable with the intent of the Act, several provisions are, to a certain extent, would be legally problematic when this Act is applied and implemented.

Section 4 (2), (A), (ii) of the Act provides for the composition of the Board of Directors of the Authority to include "One State Senator[s] and Two of the Representatives from the are[a] served by the Authority as provided in the Constitution of the State of Chuuk to serve as non-voting members." This may be in conflict with Article III, section 9 (a) of Chuuk Constitution provides that: "A member of the Legislature may hold no other public office or public or private employment, except as a notary public, a member of an emergency organization for civil defense or disaster relief, or an employee or member of a constitutional convention or commission."

In reviewing the intent of the Constitution, it seems apparent that a position in the Board of Directors of SEDA for Northern Namoneas is a "public employment" that may be considered prohibited by the article III, section 9 (a) of Chuuk State Constitution for a member of the Legislature to hold.

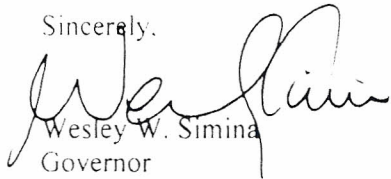
I am also apprehensive that substantively, the Act may be trembling into the Constitutional mandate of separation of powers between the two respective branches of the Executive and Legislative.

Please note that Chuuk State Law No. 8-06-07 (FY07) Budget Act, under section _____, there is an appropriated sum for this specific authority. I feel that the involvement by the relevant member of the legislature in the administration and execution of the SEDA for Northern Namoneas in this manner violates the constitutional principle of separation of powers. As members of the Authority, they are given the role of implementing and executing the funds for this authority. If legislature wishes to appropriate money for this project, it must then leave the administrative and executive decision-making to those whose duty it is to faithfully administer and execute the laws.

For the above reasons, in my capacity as the designated allottee of the funds for this Authority and in exercising the authority as the allottee, it is in my view that I will be able to control and manage the activities of this Authority to the extent necessary to be consistent with the views raised above.

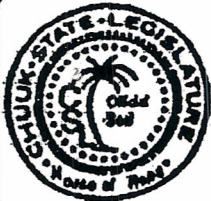
Thank you very much and with warm personal regards, I remain

Sincerely,



Wesley W. Simina
Governor

Enclosure: CSL No. 8-06-11

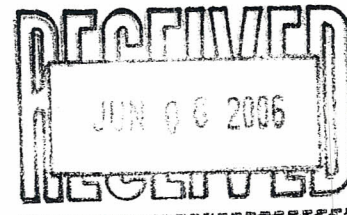


EIGHTH CHUUK STATE LEGISLATURE

THE HOUSE OF REPRESENTATIVES

P. O. Box 27
Weno Island, Chuuk State
Federated States of Micronesia

330-2666
330-2670
330-2382



June 06, 2006

The Honorable Wesley W. Simina
Governor
State of Chuuk
Federated States of Micronesia 96942

Dear Governor Simina:

It is my honor to transmit herewith Act No. 8-19, entitled, "To authorize the Governor of Chuuk to borrow approximately \$5,399,183 from the Asian Development Bank through the National Government of the Federated States of Micronesia for the purpose of funding the ADB Omnibus Infrastructure Development Project for the rehabilitation of Chuuk Public Utilities Corporation's electrical power system and establishing a debt management fund, authorizing disbursement of the proceeds of such loans, and for other purposes, and Act No. 8-26, entitled, "To establish a Social and Economic Development Authority for Northern Namoneas and to provide for its organization, management, authority and responsibility, and for other purposes" which were passed by both Houses of the 8th Chuuk State Legislature, Second Regular Session, 2006 for your action."

Thank you.

Respectfully,


Herter E. Sorim
Chief Clerk

Enclosure: Act No. 8-19

HES/dk1

AN ACT

To establish a Social and Economic Development Authority for Northern Namoneas and to provide for its organization, management, authority and responsibility, and for other purposes

Be it enacted by the Chuuk State Legislature:

1 Section 1. Establishment. The Northern Namoneas Economic Development
2 Authority is hereby established as a public corporation under the laws of the State of
3 Chuuk and the Federated States of Micronesia. The principal office of the Authority
4 shall be at a location determined by the Board.

5 Section 2. Area of Services. The Authority is hereby established to serve the
6 following municipalities within the State of Chuuk:

7 (1) Weno;

8 (2) Piis-Panewu; and

9 (3) Fonoton

10 Section 3. Purpose of Authority. The Authority shall identify the development
11 needs of its area of service, and shall promote, by its own activity and that of others,
12 economic development in coordination and cooperation with State and National
13 Government, and private and cooperative enterprises.

14 Section 4. Board of Directors.

15 (1) Establishment. There shall be a Board of Directors of the Northern
16 Namoneas Economic Development Authority which shall have
17 general Management and control over the Authority.

18 (2) Composition.

19 (A) The Board shall be composed of 7 members as follows:

20 (i) Mayor of Weno Municipality of his designee;

21 (ii) One State Senators and two of the Representatives
22 from the are a served by the Authority as provided
23 in the Constitution of the State of Chuuk to serve
24 as non-voting members:

(iii) Mayor of Fonoton or his designee.

(iv) Mayor of Piis-Panewu or his designee.

(v) The N.N. Delegation FSM Congress.

(3) Compensation. There shall be no compensation for members of the Board during its first initial year of operation from the effective date of this Act. Compensation for members of the Board during subsequent years shall be determined by the Board by two-third votes of its members.

(4) Term of Office. Terms of office of municipal representatives shall be for a period of two years, except that initial terms of office and filling of vacancies shall be as provided in this Act. The members from the Legislature shall serve on the Board during their of office in Legislature. The term of office shall commence on the day of the first meeting of the Board.

(5) Organization Meeting. Not later than 60 days after the effective date of this Act, the Board shall meet to select its officers and conduct other business. The first meeting of the Board shall be called by the State Senator who shall preside at such meeting.

(6) Vacancies. Each vacancy on the Board shall be filled for the unexpired portion of the term in the same manner as originally filled. Upon a determination that a vacancy exists, the chairman or, in his absence, the Vice Chairman of the Board shall issue a notice of vacancy to all members of the Board and to the municipal government responsible for filling the vacancy.

(7) Removal

a) Members of the Board may be removed from the Board for failure to attend three connective meetings of the Board or for incompetence neglect of duty or malfeasance in office.

b) Removal of a member shall be by a three-fourth vote of all other members of the Board. Notification of intent to call for removal pursuant to this Section shall be made at least 30 days in advance, by means which shall be described in the bylaws of the Authority, and shall include a summary of the basis of the charges against the member and identification of the witnesses to be called and evidence to be used.

c) The Chuuk State Supreme Court shall assume jurisdiction to hear claims of wrongful removal.

(8) Officers. The Board shall elect among its members a chairman, vice-chairman and secretary-treasurer. The Chairman shall ordinarily preside at Board meetings. In his absence the vice-chairman shall preside. In his absence the secretary-treasurer shall preside. The bylaws shall designate the presiding officers in the absence of these officers.

(9) Regular Meetings. Regular meetings shall be held not less than once per calendar quarter at such time and place as shall from time to time be determined by the chairman upon notice as shall be provided by the laws.

(10) Special Meetings. Special meetings shall be called by the Chairman on his own initiative, or by petition by two-third of the members, pursuant to notice as shall be provided in the bylaws.

(11) Quorum. A quorum of all regular and special meetings and business of the Board shall be four (4) members.

(12) Executive Committee. The Board may, pursuant to its bylaws, establish an Executive Committee, determine the membership thereof, and assign its responsibilities.

(13) Record of Meetings. All meetings of the Board and the Executive Committee shall be public except when confidential matters relating to

personnel are discussed. The Secretary-Treasurer or in his absence another member designated by the bylaws shall keep full, accurate minute of all meetings which, except for confidential matters relating to personnel, shall be available for public inspection at a reasonable time and place, as provided by law.

Section 5. Power of the Authority. The Authority, through its Board of Directors, shall have the following powers obligations and duties.

- (1) to identify the needs for the economic education, and social development of the area served by the Authority taking into account the cultural and social traditions of the area;
- (2) to formulate plans and goals for the development the resources of the area;
- (3) to seek from all appropriate sources funds for the implementation of such plans;
- (4) to administer programs and projects in furtherance of such development goals, either through its employees or by contract, or such other means as the Board deems advisable;
- (5) to employ an Executive Director and a Budget and Finance Office and to set the terms of employment and to employ such administrative staff and other employees as may be required by law or needed in furtherance of the goals of the Authority;
- (6) to acquire in any lawful manner any property, real property or mixed tangible or intangible, or any interest therein to hold maintain and use the same and to sell lease or otherwise dispose of them;
- (7) to establish, maintain, operate, and engage in, upon its own account any appropriate enterprise undertaking or activities in furtherance of the purposes of the Authority's and to receive payments thereof, such payments to go into the general revenues of the Authority;

(8) to enter into and perform contracts or other agreements or transactions as may be necessary in the conduct of its business;

(9) to borrow money from time to time: provided, however that the debts of the Authority shall not be debts of the State of Chuuk or any the municipalities; the assets of the State Government or the municipalities shall not be used as security for the debts of the Authority unless otherwise provided by law.

(10) To levy and collect charges, fees, and other payments for goods sold and services rendered by the Authority, except that no such levy shall be in the form of a tax or assessment levied against the general public, the users of public facilities, or property benefited by actions of the Authority unless specifically authorized by law.

(11) To execute, in accordance with its bylaws all instruments necessary or appropriate in the exercise of its powers;

(12) To take such other actions and assume other responsibilities as may be necessary or appropriate in the exercise of its power; and

(13) To approve bylaws, policies and procedures for the guidance and operation of the authority.

Section 6. Suits and Legal Representation.

(1) The authority may sue and be sued in its own name, provided that any liability incurred by the Authority when not acting as an agency of the State or other governmental entity, shall not be a liability of the State or other governmental entity; and

(2) The State Attorney General Chuuk shall represent and assist the Authority in legal matters.

Section 7. Management.

(1) The Authority, through the Board, may receive, manage, invest and disburse funds or other property which may be appropriated, granted, or in any other manner received from any source for the

purpose of the Authority. The Authority may use governmental accounting procedures or, if appropriate, such financial or accounting system as may be prescribed by law for commercial companies; and

(2) The Authority may purchase supplies, equipment, and materials through its own purchasing procedures or governmental purchasing procedures.

Section 8. Annual Budget. The Executive Director shall prepare and submit a budget for the Authority to the Board of Directors for review and approval, and shall seek sources of funding for the Authority.

Section 9. Executive Director. There shall be an Executive Director of the Authority, who shall be appointed by the Board to serve at its pleasure. The Board shall establish the salary of the Executive Director. The Executive Director shall be responsible for the management of the programs, projects and other activities of the Authority, and shall employ, supervise and terminate the employees of the authority in accordance with general and rules of employment by the Board, except as provided in Section 13 hereof of this Act.

Section 10. Budget and Finance Officer. The Executive Director shall appoint with the concurrence of the Board, a Budget and Finance Officer for a term as provided in the bylaws. The budget and Finance Officer shall receive and disburse all funds of the Authority. Before entering into his duties, he shall execute, at the expense of the Authority a good and sufficient bond in the sum of not less than \$10,000, or such sum as may be established by the Board. The bond shall be made with one or more sufficient sureties authorized to do business in the Federated States of Micronesia; and shall be approved as to form by the Attorney General of the State of Chuuk. The Budget and Finance Officer shall serve at all time under the direct supervision of the Executive Director.

Section 11. Accounts and Records. The Board and the Executive Director shall be jointly responsible to ensure that the Budget and Finance Officer prepares proper and complete books of accounts reflecting all income, expenditures, assets, and liabilities of

the Authority, including appropriation, grants, and property. The Board, no later than sixty days after the close of each governmental fiscal year, shall submit to the Governor and the President and the Speaker of the Legislature a complete report showing the activities of the Authority during the fiscal year, the present condition of the Authority, and such other matters as the Board shall deem appropriate. The state Auditor, or if there be no such officer, a licensed accountant appointed by the Board shall inspect and audit all accounts of the Authority at least annually and report thereon to the Governor and the President and the Speaker of the Chuuk State Legislature.

Section 12. Taxation of the Authority. To the extent that the legislative capacity of the State of Chuuk can prescribe, the Authority shall be treated as a governmental entity and shall be exempted from taxation in the same manner as a governmental entity with regard to its functions that are governmental in character. With respect to functions that the Authority may undertake that are commercial in character the Authority shall be treated as a non profit commercial enterprise.

Section 13. Personnel Administration.

- (1) The Authority may establish its own personnel system and policies independent of the Chuuk State Public Service System or may by appropriate resolution of the Board addressed to the Governor, be included in the Chuuk State Public Services System for purposes of its personnel administration, provided that if the Authority chooses to be included in the State Public Service System, the Board may designate positions to be exempted from that system.
- (2) All employees of the Authority, including the Executive Director and the Budget and Finance Officer, if members of the Chuuk State Public Service System immediately prior to their employment with the Authority;
- (3) The Board may by general rules applicable to all employees, assign to employees levels of wages and benefits that take into account in whole or in part their prior governmental employment; and

(4) The Chuuk State Government shall provide to all former employees of the Authority, who shall have terminated their employment in good standing, rights of employment and seniority as their services to the Authority, as well as prior governmental service would entitle them as if all their service were with the Chuuk State Government, or National Government.

Section 14. Notification to Municipal Governments regarding Projects. The Authority shall endeavor to inform affected municipal governments of any projects planned for their communities at the earliest practical opportunity and shall continue to inform the municipal government and members of the public of the nature of the projects and any substantial change in their plans.

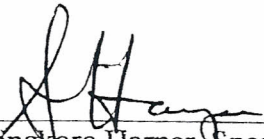
Section 15. Land Acquisition and Relocation Assistance.

(1) Any activity of the Authority which requires the acquisition of a right in private real property shall be governed by the requirements of the State Law No. 2-1. The State Government shall be responsible for such property acquisition and relocation assistance.

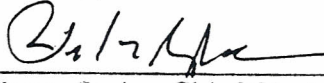
(2) The Authority shall promptly notify the State government whenever it requires use or acquisition of private real property of the state or the public land authority. The notification shall describe with specificity the property to be used or acquired, the reason for its need, the extent and duration of possession required alternative possibilities that have been considered and rejected and the reason therefore and the date by which such acquisition or use is expected to commence. Any rights in private property acquired for the benefit or use of the Authority shall be held by the State Government except as otherwise specifically provided by law.

Section 16. Effective Date. This act shall take effect upon its approval by the Governor, or upon its becoming law without such approval.

Signed by:


Singkoro Harper, Speaker
House of Representatives
Chuuk State Legislature


Attested:


Herter Sorim, Chief Clerk
House of Representatives
Chuuk State Legislature

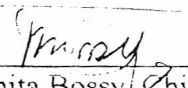
Date:

June 5, 2006

Signed by:


Deior Santos, President
Senate, Chuuk State Legislature

Attested:


Songkinita Bossy, Chief Clerk
Senate, Chuuk State Legislature

Date:

June 6, 2006

Approved by:

Wesley W. Simina, Governor
Chuuk State Government

Date:

History : H.B.NO: 8-63;HD2
: H.S.C.R.NO: None
: S.S.C.R.NO: None

EW NOMWOPWUNG

A foratta ew Social me Economic Development Authority fan iten ewe kinikin Enefenin Namoneas awora kokotun afotofotun masowan, tumunun amwokutun, an pochokun me sekining, me pwan ren ekkoch popun.

1 Tetten 1. Foritan. Ew an ewe kinikin Enefenin Namoneas Economic Development
2 Authority iei a forita non nonnomun me napanapan ew public corporation me fan
3 pwungun annukun Chuuk State me Federated States of Micronesia. Nenian office-napen
4 ei Authority epwe kefinita fiti tipeewin pwungun ewe Board.

5 Tetten 2. Aukukun kianin an angang. Ewe Authority an ei a forita fan itan an
6 epwe angang ngeni ekkei mun fonu me non Chuuk State:

7 (1) Weno

8 (2) Piisp-Panewu, me

9 (3) Fonoton

10 Tetten 3. Popun foritan ewe Authority. Ewe Authority epwe mesemes won
11 agangen met kewe a auchea epwe kawor ngeni ekkewe neni epwe angang ngeni, an epwe
12 wor fefeita non an epwe ottures ngeni non an pwisin angang fengen me aninis seni
13 ekkoch pwan nenian aninnis, non pekin economic development fengen me ewe Mun
14 State me ewe Munap me aninisoch seni ekkewe private enterprises.

15 Tetten 4. Board of Directors.

16 (1) Foritan. Epwe wor eu Board of Directors non ewe Economic
17 Development Authority an ewe kinikin Enefenin Namoneas ewe
18 epwe wisen annomu nemenlapen angangen ewe Authority.

19 (2) Amasowan.

20 (A) Ewe Boad epwe ukukun 7 monun an epwe iei usun kokogtun:

21 (i) Ewe Mayor non Weno Municipality ika io a
22 finata;

23 (ii) Emon State Senator me ruomon Representatives
24 seni ewe kinikin ei Authority a angang ngeni nge

esap chok wor rer ewe pochokunan ar repwe
tongeni uttut non an monun ei Board uttut

(iii) Ewe Mayor seni Fonoton ika io a finata;

(iv) Ewe Mayor seni Piis-Paneu ika io a finata;

(v) Ewe N.N Delegation ngeni ewe FSM Congress

(3) Niwin. Esap wor niwinin monun ewe Board non ewe ewin yearin
angang tori inet ewe Board a finata seni pwungun ruu-na-unungatin
uttun an monun ewe Board.

(4) Aukukun fansoun Wiis. Fansoun wiis ren ekkewe ra tupuni ekkewe
municipalities epwe ukukun ruu year, tiwenon chok ren ewe ewiin
term me amasowen wiis mi ponuno, ra affat me non ei annuk. Nge
ekkeve seni ewe Legislature, fansoun ar wiis epwe chok anongonong
won nakataman fansoun ar nom non ewe Legislature. Poputan
fansoun wiis, epwe anea seni ewe ewin ranin mwich an ewe Board
murin poputan pochokunan ei annuk.

(5) Ewe ewin Ranin Mwich. Esap mang seni 60 ran me murin an ei
nomwopung winita annuk, ewe Board epwe ne mwich an epwene
finata ekkewe officers non ewe Board me pwan ekkoch auchean
angang. Ei ewin mwich epwe akoko seni ewe State Senator, ewe
epwe wisen suuki ewe ewin ranin mwich.

(6) Ponunon Wiis. Wiis mei ponuno me won ei Board epwe amasou
sefan an ewe epwe kefinita epwe sopweino ewe term ren ewe wiis
mei pon tori muchunon ewe chok term. Fansoun epwe fis ew wiis mei
ponuno, ewe chairman ika ewe Vice Chairman non ewe Board epwe
atou ew asinesin ngeni meinisin monun ewe Board me ekewe
municipalities mine epwe amasowa ewe wiis mei ponuno.

(7) Katou.

(a) Monun ei Board ra tongeni tou seni wiser seni
chok ewe Board fansoun rese fori pwungun
wiser ne fiti mwichnen ewe Board fan unungat

mei chok tettenino ika fan itan rese nipwakoch
me tumunungaw ngeni pwungun wiser

(b) Kotoun emon member epwe tongeni fis ika pwe
unungat-na-ruwanun vote seni meinsin
members ra tipeew ngeni. Asinesinen ew ottot
fan itan katoun emon member usun a affat me
non ei annuk, epwe fis 30 ran me mwan an
epwe fis ewe angangen katou.

(8) Officers. Ewe Board epwe finata emon me nein chon ei Board emon
chairman, emon vice chairman me emon secretary-treasurer. Ewe
Chairman epwe wisen ekemweni mwich . Fansoun esap tongeni fiti
mwich, ewe vice-chairman epwe wisen emweni mwich. Nge ika pwe
ese nom, ewe secretary-treasurer epwe wisen eani mwic. Ewe bylaws
epwe wisen finata ion-newe chon emweni mwich fansoun rese nom
ekkewe officers.

(9) Mwichenap. Mwichenap epwe fis esap kukun seni fan ew non ew
year non ew neni me fansoun epwe kefinita meren ewe chairman non
esinesin epwe affat napanapan me non ewe bylaws.

(10) Mwich-weiweita. Mwich-weiweita epwe pwan akko seni ewe
Chairman non an epwe pwisin finata, ika seni petition seni esap
kukun seni ru-na-unungatin monun mwich fiti an epwe wor
esinesinan usun epwe affat napanapan non ewe bylaws.

(11) Quorum. Epwe tongeni wor quorum non an epwe tongeni fis
angangen mwich me kapwungunon metochun mwich ika pwe mei
wor ukukun esap kisikis seni fommon (4) monun mwich ra nonnom.

(12) Executive Committee. Ewe Board mei tongeni, fiti pwungun ewe
bylaws, forata ew Executive Committee, filata ukukun chon me awora
wisan.

(13) Taropwen Mwich. Meinsin mwich an ewe Board me ewe Executive
Committee epwe suuk ngeni aramas tiwenon chok fansoun metoch
mei mwonomwon mei wenengeni nonnomun emon aramas epwe fis

an mwich angang ika porous won. Ewe Secretary-Treasurer ika fansoun ese nomw, emon monun mwich epwe kefinina seni masowen ewe bylaws epwe tumunu ew unusan, me enletin minichin mwich, tiwenon chok ren ekkewe sakkun mwich mi monomon fan itan porousan emon aramas, repwe kawor ngeni aramas fansoun mei fich me weweocho, usun mi affat non annuk.

Tetten 5. Pochokunan ewe Authority. Ewe Authority, non ngangen ewe Board of Directors, epwe wor ren ekkei pochokun, sekining me wiis:

- (1) epwe kutta me awora ekkewe metoch mi auchea fan iten asukunan pekin fefeitan aramas ren pekin mwooni me fefeitan nonomochun aramas non ar nonnom ren pekin eoreni;
- (2) awora ottot ren afefeitan pekin mwooni tonong seni ekkewe tufich a wor ren ewe neni;
- (3) kutta mwoonian ponuetan ewe plan ika ottot seni ekkewe nenien aninis;
- (4) amwokutu ekkewe programs me projects in epwe ponuochuta pekin afefeita, seni pwisin noun kewe chon angang ika seni contract ngeni mei nipwakoch non angangan me ponuetan ekkei programs me projects;
- (5) epwe atononga emon Executive Director me emon Budget me Financer me awora aukukun fansoun wiis me ekkoch administrative staff me ekkoch chon angng epwe affat non annuk me fan itan ponuochutan wisan me an ewe Authority kewe angang;
- (6) epwe angei met sakkun pisekin angang fiti pwungun annuk, me an epwe pwan tongeni lease-ini ika fen amomono;
- (7) forata, amwokutu me anganga non pwisin itan sakopatin angangen mwooni tonong me wisen angei met sakkun mwooni tonong seni mine epwe katonong non mwoonienapen ewe Authority;
- (8) epwe pwan fori an epwe contract ngeni me fori sakopatin atipeew non an epwe fori pwungun wisan;

(9) epwe pwan tongeni barrow mwooni non fansoun me fansoun nge met an ewe Authority niwinimang esap ew niwinimang an ewe Mun Chuuk State, ika ew me nein kewe municipal government; met pisekin ewe State Government ika ekkewe municipal government esap eaea pwe kawessin an ewe Authority niwinimang, tiwenon chok ika pwe epwe affat me non annuk;

(10) epwe tongeni awora momon eaeen an pisek, ika momon an pisek epwe a nomono, ika niwinin an angang, tiwenon chok ekkei sakkun charges ika mommo esap nikinikin an ewe Authority epwe awora och sakkun takisis ika och sakkun mommon metoch epwe ku unusen aramas, tiwenon chok ika pwe epwe mumuta me fan pwungun annuk;

(11) Epwe tongeni fori pwungun metoch mine mei enletin pwunun wisan epwe affat me non noun we bylaws;

(12) Epwe tongeni fori ekkewe metoch ren angang me sekining mine mei auchea me namot non ururan wisan ; me

(13) Apwungano ewe bylaws, annuk me kokkotun an angang.

Tetten 6. Tonong non Kapung me sekining non pwungun Annuk.

(1) Ewe Authority mei tongeni kapung ngeni ika wor chon kapug ngeni non pwisin itan, nge met an ewe Authority niwinimang, ika e fis non esap ururun fan itan ewe State ika kinikisin kewe, esap ew niwinimang an ewe State ika kinikisin kewe; me

(2) Ewe State Attorney General epwe wisen tupuni me awora an aninis ngeni ewe Authority non metoch mei fiti angangen annuk.

Tetten 7. Management.

(1) Ewe Board fan itan ewe Authority, epwe wisen angei me tumunu, isoni non nenian isoais, atou mwooni ika ekkoch sakkun pisekin ewe Authority mei kawor non pwungun annuk, non nifang, ika non met sakkun napanapan an angei seni ese nifinifin neni fan itan ewe Authority. Ewe Authority a tongeni eaea ewe napanapan accounting an

government ika, met sakkun pekin accounting epwe affat me non

annuk ren pekin ekkewe company; me

(2) Ewe Authority a tongeni kamo supplies, equipment me ekkewe sakkun
pisek non ewe napanapen kamon pisekin mun.

Tetten 8. Budgetin iteitan year. Ewe Executive Director epwe fori me awora non
anapanap ew budget fan itan ewe Authority ngeni ewe Board of Directors an epwe
nenengeni me apwunano, non an epwe kutta mwoonien ei budget seni sakopatin neni.

Tetten 9. Executive Director. Epwe wor emon Executive Director non ewe
Authority, ewe epwe kefinita seni ewe Board an epwe wiis anongonong chok won an ewe
Board ngifichiti. Ewe board epwe finata ew aukukun niwin ren ewe Executive Director.
Ewe Executive Director epwe wisan tumunu mwokutun ekkewe programs, projects me
ekkoch mwokutukutun angangen ewe Authority, epwe pwan atononga me tumunu me
atou ekkewe chon-angangen ewe Authority fiti pwungun tumunun chon-angang, tiwenon
chok ren met kewe a affat me non Tetten 13 me non ei annuk.

Tetten 10. Budget & Finance Officer. Ewe Executive Director epwe finata emon
Budget & Finance Officer, fiti tipeewin ewe Board, ewe epwe affat nonnomun wisan me
non ewe bylaws. Ewe Budget & Finance Officer epwe wisan mesemes an pwe wisan
angei me atou mwoonian ewe Authority. Me mwan an epwe tonong non wisan epwe
awora ukukun \$10,000, ika fite epwe affat meren ewe Board. Ei ukukun mwooni (bond)
epwe men fengen me ew ika fitu company mei wor an mumuta an epwe fori an angang
non Federated States of Micronesia, ewe Attorney General non Chuuk epwe wisen
nengeni me apwungano pwe mei murino. Ewe Budget & Finance Officer epwe nom fan
tumunuen me nemenian chok ewe Executive Director.

Tetten 11. Taropwen Mwooni. Ewe Board me ewe Executive Director repwe
wisen tumunu fengeni pwe an ewe Budget & Finance Officer epwe anganga taropwen
booken mwoonian ewe Authority non an epwe unusoch me pung ngeni met mei enletin
fis ren pekin mwoonian ewe Authority. Ewe Board, esap mang seni onne ran (60) murin
muchunon ew fiscal year, ewe epwe awora ngeni ewe Governor, President me ewe
Speaker non Legislature unusen reportun an ewe Authority angang non ewe fiscal year.
Ewe State Auditor, ika pwe epwe wor ei pekin angang, epwe emon mei wor noun license
lon ei pekin angang, ewe epwe kefinita seni ewe Board epwe wisen checki meinisin

1 booken me taropwen mwoonian ewe Authority, epwe awora pwungun an angang ngeni
2 ewe Governor, ewe President me ewe Speaker non Legislature non Chuuk.

3 Tetten 12. Takiss me ewe Authority. Tiwenon chok ika epwe for non annuk seni
4 ewe Legislature, ewe Authority ew kinikinin ewe mun, esap fis annukun takisis won, me
5 met sakkun mwokutukutun angang business ewe Authority epwe fori, repwe non non
6 tettenin an ew non-profit organization mwokutukun.

7 Tetten 13. Tumunun chon-Angang.

8 (1) Ewe Authority epwe tongeni fori ew an annukun noun chon-angang an
9 epwe imu seni ewe annukun chon-angangen ewe Chuuk State
10 Government, ika seni masowan ew resolution ngeni ewe Governor, an
11 chon-angangen ewe Authority repwe chok nom fan nurun ewe
12 annukun chok-angang noun ewe Chuuk State. Ewe Board epwe finata
13 menni sakkun wiis non ewe Authority resap pachenon fan nurrun ewe
14 annukun chon-angang;

15 (2) Meinsin chon-angangen ewe Authority pachenong ewe Executive
16 Director me ewe Budget & Finance Officer, ika pwe ir mei nom non
17 angang mei nom fan nurrun ewe annukun chon-angang me mwan ar
18 repwe angang ngeni ewe Authority;

19 (3) Ewe Board epwe fori ekkoch manapen annukun chon-angangen ewe
20 Authority, fori aukukun koukun niwin repwe nom on, nge epwe
21 auwenom an anongonong won nonnomun ekkewe chon-angang
22 fansoun ar angang ngeni government; me

23 (4) Ewe Chuuk State Government epwe eteneki ekkewe ir mei pin angang
24 ngeni government, ika pwe repwe tou seni ar kewe agang ngeni ewe
25 Authority ar repwe pwan sefani ar angang ngeni ewe government non
26 aukukun nakataman ar we angang usun chok nge ita ar we angang
27 ngeni ewe Authority nge ir mei chok angang ngeni ewe government.

28 Tetten 14. Asinesin ngeni ekkewe Municipality usun Projects. Ewe Authority
29 epwe achocho ngeni an epwe mwitir awora asinesin ngeni ekkewe municipality porousan
30 kaworan projects ngeni nenier kewe fengen me an epwe sopweino porousan asinesin won
31 mwokutun me kesiwinin kokkotun angangen ekkewe projects.

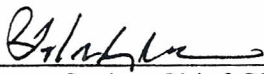
1 Tette 15. Angei Fonu me Mwokut seni ewe Fonu.

2 (1) ew angangen ewe Authority mine epwe esenipa an epwe angei fonuan
3 emon aramas epwe fiti pwungun ewe Annukun Mun Chuuk No 2-1.
4 Ewe State Government epwe wisen eani ewe sekining ika pwe epwe
5 wor amwokun fonuan aramas;

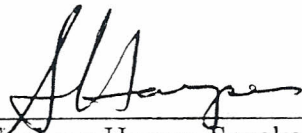
6 (2) Ewe Authority epwe mwitir esinesin ngeni ewe State Government
7 fansoun epwe eaea ew fonu fonuan aramas ika ewe public land
8 authority. Ewe esinesin epwe affata ochu napanapen ewe fonu epwe
9 eaea me nakataman fansoun ewe fonu epwe eaea tori an epwe affata
10 fansoun epwe poputa eaeen ewe fonu. Ewe pwung fan itan eaeen ewe
11 fonu seni ewe Authority epwe nonnom ren ewe State Government,
12 tiwenon chok ika pwe mei affat me non annuk.

13 Tette 16. Poputan Pochokunan. Ei nomwopung epwe poputa manamanan
14 fansoun chok a kopwunguno merern ewe Governor, ika non ewe fansoun epwene pwisin
15 winiti ew annuk won winikapan.

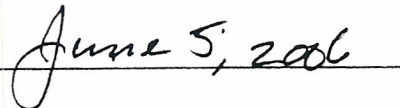
Anetatta:


Herter Sorim, Chief Clerk
Utten Representatives
Anepwungun Mun Chuuk


Sain meren:


Singkoro Harper, Speaker
Utten Representatives
Anepwungun Mun Chuuk

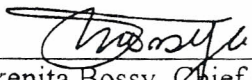
Date:


June 5, 2006

Sain meren:


Detor Santos, President
Utten Senate
Anepwungun Mun Chuuk

Anetatta:



Songkenita Bossy, Chief Clerk
Utten Senate
Anepwungun Mun Chuuk

Date: June 6, 2006

Kopwunguno meren: _____
Wesley Simina, Governor
Chuuk State Government

Date: _____