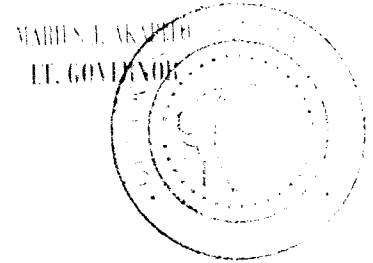


JOHNSON S. EIIMO
GOVERNOR

OFFICE OF THE GOVERNOR
STATE OF CHUUK
Federated States of Micronesia



MARIN J. AKI
LT. GOVERNOR

November 8, 2016

Speaker of the House
Received By: MERIDA UEDA
Date: November 14/16 @ 11:51 AM

The Honorable Mark M. Mailo
President
Chuuk State Senate

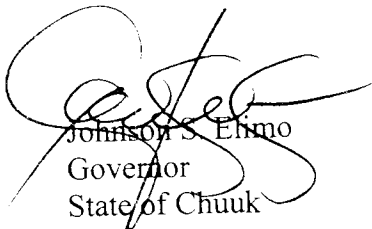
And

The Honorable Innocentia Oneiso
Speaker
Chuuk State House of Representatives

Gentlemen:

I thank you for your commitment to the financial stability of our state, demonstrated in our enactment of our attached state law, CSL No. 13-16-15, which re-extends the deadline for our state to borrow money for payments of our existing state debts. I have now referred the new law to the Borrowing Task Force to continue searching for a willing lender. (The Task Force consists of the DAS Director, Budget Officer, Attorney General and Special Assistant to the Governor for Financial Matters). I ask that the Legislature continues to explore means of enhancing capability as well as reducing our overall state debts portfolios.

Sincerely,


Johnson S. Eimo
Governor
State of Chuuk
cc: All Departments

AN ACT

Further amending Chuuk State Law No 12-14-25 as previously amended by CSL 13-15-04 by further extending the deadline by which the Governor may secure a borrowing as authorized, by delineating the general kinds of state debts to be paid by any loan proceeds secured thereunder, and for other purposes.

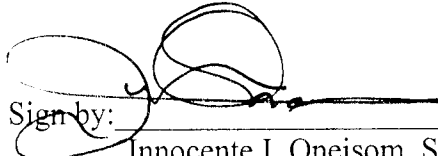
BE IT ENACTED BY THE CHUUK STATE LEGISLATURE:

1 Section 1. Amendment. Section 6 of CSL 12-14-25 as previously amended by CSL 13-
2 15-04 is hereby further amended to read as follows:


3 "Section 6. Negotiation. The Governor shall have up to the end of September 30, 2017
4 to negotiate and secure a loan agreement under this Act, including securing the
5 endorsement of the FSM National Government if such is required for the approval of the
6 borrowing." In negotiating and securing the loan for the purposes authorized hereunder,
7 the Governor shall service the debts with such loan proceeds based on these payments
8 priorities, recognizing that some of these delineated debts gain judgment lien priorities
9 after the State entered into a Financial Reform and Management MOU with the FSM on
10 retiring of the debts in 2007:

- 11 1. The Chuuk State 1999 Airport loan with the municipalities (\$3 million
12 principal + \$3.7 million interest at 5% per annum) in FSM Supreme Court
13 Civil Action No 2012-1024, Eot Municipality, et al. v. Governor Johnson
14 Elimo and Chuuk State, and two other related cases;
- 15 2. The \$1.5 million Chuuk State Employees' 1986-1987 COLA Judgment;
- 16 3. The FY14 audited outstanding Chuuk State land purchase debt of \$8 million
17 in principal;

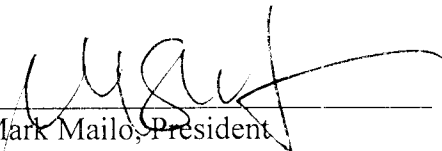
18 Section 2. Effective Date. This Act shall become law upon approval by the Governor, or
19 upon its becoming law without such approval.

Sign by: 
Innocente I. Oneisom, Speaker
House of Representatives
Chuuk State Legislature

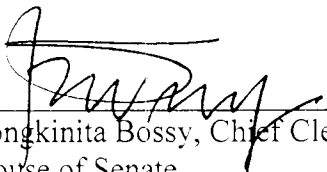
Attested:


Florence P. Stanley, Chief Clerk
House of Representatives
Chuuk State Legislature

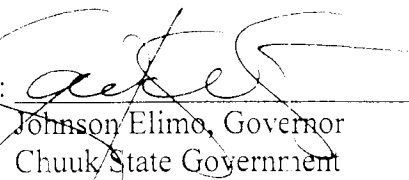
Date: Nov. 01, 2016

Sign by: 
Mark Mailo, President
House of Senate
Chuuk State Legislature

Attested:


Songkinita Bossy, Chief Clerk
House of Senate
Chuuk State Legislature

Date: 11-02-16

Approved by: 
Johnson Elimo, Governor
Chuuk State Government

Date: 11-08-2016

HISTORY	H.B. NO.	:	13-56
	H.C.R. NO.	:	13-2R-1S-01
	Introducer	:	Floor Leader Kenruo Nero (BR)
	Date Introduced	:	October 17, 2016
	Date Adopted	:	October 24, 2016
	House Second & Final Rdg. Passed	:	October 25, 2016
	Senate First Rdg. Passed	:	October 28, 2016

EW NOPWUNG

Sopweno ne akasiwini annukun Chuuk a nampani CSL No. 12-14-25 usun an a piin akasiwin me non annukun Chuuk a nampani CSL No. 13-15-04 ren an epwe atamano fansoun ngeni ewe Kepina non Chuuk an epwe sopwei ne tingor monien baro usun met mi fen mumuta, ren an epwe monau ekkewe sokopaten niwinimang an Mwun Chuuk seni ekkewe moni mi baro me non ekkewe nenien baro, me pwan ekkoch.

Epwe pwung me ren ewe Anepwungun Chuuk:

1 Tetten 1. Akasiwin. Tetten 6 non Annukun Chuuk a nampani CSL 12-14-25 usun an a piin
2 akasiwin me non Annukun Chuuk a nampani CSL 13-15-04 iei a akasiwin epwe iei napanapan:

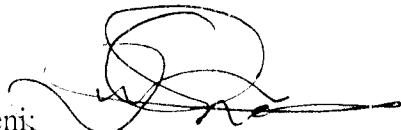
3 "Tetten 6. Tingorun baro. Epwe wor an ewe Kepina fansoun tori September 30, 2017 an epwe
4 tongeni epwe fori taropwen tingoren baro moni ika taropwen atipe ew usun met mi affat me non
5 ei Annuk, pachenong mumutan me ren ewe Mwunap an FSM ika pwe epwe pesepes me non
6 ekkewe taropwen etipe ew. Non an a wor etipe ewin me kaworan ewe monien baro fanitan met
7 mi affat me fan, ewe Kepina epwe fori angangan kamoan ekkewe niwinimang anongonong won
8 ekkei tettenin kamoan niwinimang, me pwan ateneki pwe ekkoch ekkkei niwinimang mi wor
9 pwungun kapung mi pachenong non mwurin an Mwun Chuuk atipe ew ngeni ewe Mwun FSM
10 anitan an epwe monau ekkewe niwinimang no ewe ier 2007:

11 1. An Mwun Chuuk ew niwinimang non 1999 fanitan ewe "Airport" seni ekkewe
12 Mwun Municipal non Chuuk a ukukun (\$3 million kapach \$3.7 million manawan
13 ukukun 5% iteiten ier) pwungun kapung non FSM Supreme Court Civil Action a
14 nampani 2012-1024, nefinen Eot Municipality , et al. me Kepina Johnson Elimo me
15 Mwun Chuuk State, me pwan ruu (2) me nukun:


16 2. \$1.5 million fanitan ekkei chon angangen Mwun Chuuk seni ewe ier 1986-1987
17 COLA pwungun kapung:

18 3. FY14 an Mwun Chuuk niwinimangan fonu ukukun \$8 million:

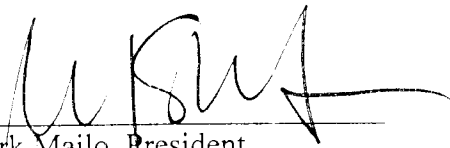
19 Tetten 2. Poputan Pochokunan. Ei Annuk epwe poputa pochokunan nupwen ewe Kepina epwe
20 apungano ren an sain, ika non an a winiti annuk won winikapan.

Sain seni: 
Innocente I. Oneisom, Speaker
House of Representatives
Chuuk State Legislature

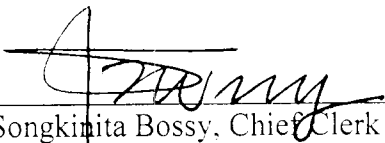
Annetata:


Florence P. Stanley, Chief Clerk
House of Representatives
Chuuk State Legislature

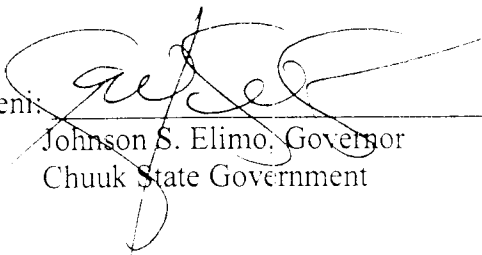
Pwinin Maram: Nov. 01, 2016

Sain seni: 
Mark Mailo, President
House of Senate
Chuuk State Legislature

Annetata:


Songkimita Bossy, Chief Clerk
House of Senate
Chuuk State Legislature

Pwinin maram: 11-02-16

Kapunguno seni: 
Johnson S. Elimo, Governor
Chuuk State Government

Pwinin maram: 11-8-2016

URUWO	H.B. NO.	:	13-56
	H.C.R. NO.	:	13-2R-1S-01
	Introducer	:	Floor Leader Kenruo Nero (BR)
	Date Introduced	:	October 17, 2016
	Date Adopted	:	October 24, 2016
	House Second & Final Rdg. Passed	:	October 25, 2016
	Senate First Rdg. Passed	:	October 28, 2016