June 5, 2012

THE HONORABLE MARK MAILO
President
Senate
11th Chuuk State Legislature
Weno, Chuuk, FM 96942

RE: CSL NO. 11-12-12

Dear President Mailo and Speaker Oneisom:

I am respectfully transmitting the attached Act No. 11-24 which I signed into a law and assigned the corresponding number as Chuuk State Law No. 11-12-12. This Act appropriates the sum of $165,000 for the Debt Relief Fund. Out of the said $165,000 is authorized and appropriated for payment to Penta Ocean.

While I signed this bill, our original request was for appropriation into the Debt Relief Fund and not intended to partially satisfy Penta Ocean since the selection of the vendor and other considerations for payment rests with the Debt Relief Task Force who is guided by the MOU and CSL 9-07-09. Although we cannot deny the fact that we owe Penta Ocean, we should also consider that we have obligations to companies and individuals who are residents and/or citizens of Chuuk that we need to consider and pay.

With this appropriation, slowly we are decreasing our financial obligations.

Thank you and I remain.
Sincerely,

[Signature]

JOHNSON ELIMO
Governor

Enclosure: CSL 11-12-12

File (with enclosures)
A HOUSE BILL FOR AN ACT

To authorize and appropriate the sum of $165,000 or so much thereof from the Debt Relief Fund for the purpose of paying the debts and obligations of Chuuk State Government from creditors identified as priority in the Memorandum of Understanding (MOU) between FSM National Government and pursuant to CSL No. 9-07-09, and for other purpose.

Be it enacted by the Chuuk State Legislature:

Section 1. Authorization. The sum of One Hundred Sixty Five Thousand Dollars ($165,000) or so much thereof is hereby authorized and appropriated for the purpose of paying Chuuk State Government debts and obligations pursuant to the priorities set in the Memorandum of Understanding entered into by and between Chuuk State Government and FSM National Government on July 19, 2007 and CSL No. 9-07-09. Out of this $165,000, the amount of $63,902.48 shall be authorized and appropriated for Penta Ocean Construction Company. The Governor shall be the allottee of the Debt Relief Fund.

Section 2. Restrictions and Limitations. The Task Force created under CL No. 9-07-09 shall solely expend any and all amounts appropriated herein in accordance with the priorities set in the memorandum of Understanding entered into by and between Chuuk State Government and FSM National Government on July 19, 2007 and CSL No. 9-07-09.

Section 3. Report. The Director of Administrative Services of Chuuk State Government, Secretary of the Department of Finance of the FSM National Government, and the Task Force on Financial and Structural Reform shall file and submit a report to the Governor and the Chuuk State Legislature within 30 days after each expenditure is made.

Section 3. Effective Date. This Act shall take effect upon approval by the Governor, or upon its becoming law without such approval.

Signed by:

Innocente I. Oneison, Speaker
House of Representatives
Chuuk State Legislature

Attested:

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

Date: May 31, 2012
CSL NO. 11-12-12
ACT NO. 11-24

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

Date: June 1, 2012

Approved by: Johnson Elmo, Governor
Chuuk State Government
Weno, Chuuk State

Date: 6/04/19

Attested: Songkinita Bossy, Chief clerk
House of Senate
Chuuk State Legislature

History:

H.B.No.: 11-55;HD1
H.S.C.R. No.: 11-2R-08
S.S.C.R. No.: 11-2R-07