

GOVERNMENT OF KOSRAE

Office of the Governor Post Office Box 158

Kosrae, Federated States of Micronesia 96944 Telephone: 691-370-3002/3003..Facsimile: 691-370-3162

February 8, 2016

The Honorable Tulensa W. Palik Speaker Eleventh Kosrae State Legislature Tofol, Kosrae FM 96944

Dear Mr. Speaker:

Kulo nu sin God ke moul lasr. Paing kom a members ke Sroasr Masap kewa.

Wangin pa pusra yok lasr nuka sripa yok lun L.B. 11-67. Oinge nga fulela lusen len 30 la in eis comments nuka, panang oru el putatyang nuke pusren masap su orala kosrae State Law No. 11-52.

"TO AMEND TITLE 19, BY ADDING A NEW CHAPTER 10 FOR THE PURPOSE OF ESTABLISHING THE RESEARCH, ACCESS AND BENEFIT SHARING ACT; AND FOR OTHER PURPOSES.

Certified copy ke masap se inge pa attached nuke letter luk.

Kulo ma lulap.

Lyndon H. Jackson

Governor, State of Kosrae

/mct

Recel 02/08/14 @ 10:25 a.m KSL/Heada



ELEVENTH KOSRAE STATE LEGISLATURE P. O. BOX 187

TOFOL, KOSRAE STATE FEDERATED STATES OF MICRONESIA 96944 TELEPHONE: (691)370-3019/3177

Tulensa W. Palik SPEAKER January 7, 2016

Robert I. Taulung VICE SPEAKER

Jarinson M. Charley FLOOR LEADER

LELU: Albert T. Welly Gilton A. Esahu Reedson P.Abraham Salpasr E. Tilfas

TAFUNSAK: Alokoa Jb. Sigrah Maker L. Palsis Robert I. Taulung Rolner L. Joe

Tulensa W. Palik

MALEM: Jarinson M. Charley Morgan S. Jonas Sasaki L. George

UTWE: Josaiah F. Waguk Rinson H. Edmond The Honorable Lyndon H. Jackson Governor State of Kosrae

Tofol, Kosrae FM 96944

Dear Governor Jackson,

I have the honor to transmit herewith for your consideration and action on L.B. No. 11-67, TO AMEND TITLE 19, BY ADDING A NEW CHAPTER 10 FOR THE PURPOSE OF ESTABLISHING THE RESEARCH, ACCESS AND BENEFIT SHARING ACT; AND FOR OTHER PURPOSES.; which passed the Legislature, Third Special Session, by two-thirds of the Members of the Legislature; a quorum being present.

Respectfully yours,

Andy J. Andrew Deputy Chief Clerk Kosrae State Legislature

Enclosures:

ELEVENTH KOSRAE STATE LEGISLATURE THIRD SPECIAL SESSION SEPTEMBER 2015

A BILL FOR AN ACT

TO AMEND TITLE 19, BY ADDING A NEW CHAPTER 10 FOR THE PURPOSE TO ESTABLISH THE RESEARCH, ACCESS AND BENEFIT SHARING ACT; AND FOR OTHER PURPOSES.

INTRODUCED BY: Senator

Rinson H. Edmond

DATE: September 30, 2015

ACTION BY THE LEGISLATURE

PASSED FIRST READING: October 12, 2015

REFERRING TO: SCR No. 11-121

PASSED SECOND READING: November 13, 2015

Andy J. Andrew Deputy Chief Cerk Kosrae State Legislature



ELEVENTH KOSRAE STATE LEGISLATURE F. O. BOX 187 TOFOL, KOSRAE STATE FEDERATED STATES OF MICRONESIA 96944

TELEPHONE: (691)370-3019/3177

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TAFUNSAK: Alokoa Jb. Sigrah Maker L. Palsis Robert I. Taulung Rolner L. Joe

MALEM: Jarinson M. Charley Morgan S. Jonas Sasaki L. George

UTWE: Josaiah F. Waguk Rinson H. Edmond We hereby certify that the foregoing Bill has passed Second and Final Readings

in the Legislature, Third Special Session, 2015, by two-thirds of the members of

the Eleventh Kosrae State Legislature, a quorum being present.

Tulensa W. Palik

Speaker

Eleventh Kosrae State Legislature

LEGISLATIVE BILL No. 11-67

Andy J. Andrew
Deputy Chief Clerk

Kosrae State Legislature

A BILL FOR AN ACT

To amend Title 19, by adding a new Chapter 10 for the purpose to establish the Research, Access and Benefit Sharing Act; and for other purposes.

BE IT ENACTED BY THE KOSRAE STATE LEGISLATURE

1 Section 1. Findings. The Legislature finds that: 2 (1) Many scholars and scientists from a variety of academic fields have come to 3 Kosrae to study its unique society, culture, traditions, environment, flora and 4 fauna, and biological and natural resources; 5 (2) This research serves to assist Kosraean's to interpret and understand relveant 6 aspects of our culture, history, and the working of our natural environment, and 7 often times assists Kosraean's to improve their technical skills and knowledge in 8 field of research; 9 (3) The dessemination and sharing of this knowledge also promotes and awareness and understanding of the unique characteristics of the State of Kosrae for the 10 11 benefit of the Micronesian and wider community; 12 (4) The State of Kosrae welcomes such activties and has a strong interest in ensuring 13 that research undertaken is aligned with the strategic interests of the State, that 14 there is appropriate aknowledgement of the source of the information, and that 15 researchers provided copies of research products to the community and State in a 16 timelmy manner; and finally; 17

(5) Consistent with the Nagoya Protocol to the Convention on Biological Diversity, to

1	which the Federated States of Micronesia is a signatory, that there should be fair
2	and equitable sharing of the benefits arising from the utilization of Kosrae's
3	biological resources, and in particular the genetic resources thereof, including the
4	use of traditional knowledge associated with those biological resources.
5	Section 2. Amendment. Title 19 of the Kosrae State Code, as amended, is hereby further
6	amended by adding a new Chapter 10 to read as follows:
7	"Chapter 10: Research and Access and Benefit Sharing Act
8	Section 19.1001. Title. This Chapter may be known and cited as the "Kosrae
9	Research, Access and Benefit Sharing Act".
10	Section 19.1002. Purpose. The purpose of this Chapter is to provide for research and
11	the control of access to biological resources in the State of Kosrae by:
12	(1) Establishing a clear and transparent process for the granting of permits for
13	research, including research on biological resources, cultural heritage and
14	intengible cultural heritage;
15	(2) Promoting the conservation of biological resources, including the ecologically
16	sustainable use of those biological resources;
17	(3) Ensuring the equitable sharing of benefits arising from the study of the unique
18	characteristics of Kosrae's natural enviornment, its biolocical resources, and its
19	culture and history;
20	(4) Recognizing the special knowledge held by local persons and communities about

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1	cultural heritage, intangible cultural herirage and the natural environment;
2	(5) Establishing and access regime designated to provide certainty, and minimize the
3	administrative cost, for people seeking access to biological resources;
4	(6) Seeking to ensure that the social, economic and environmental benefits arising
5	from research activities and the use of biological resources in the State of Kosrae
6	accrue to the State of Kosrae for the benefit of the entire State; and
7	(7) Contributing to a nationally consistent approach to access to the Federated States
8	of Micronesia's biological resources.
9	Section 19.1003. <u>Definitions</u> . As used in this Chapter, unless the context otherwise
10	requires, the term:
11	(1) "Access and benefit sharing agreement" means an agreement reached between
12	the access provider and resource user allowing access to certain biological
13	resources on mutually agreed terms and with prior informed consent.
14	(2) "Access to biological resources" means the taking of biological resources of
15	native species for research and development on genetic resources, or
16	bichemical compounds, comprising or contained in the biological resources:
17	(3) "Administrator" means the Administrator of KIRMA;
18	(4) "Biological resources" includes genetic resources, organisms or parts thereof,
19	populations, or any other biotic component of ecosystems with actual or
20	potential use or value for humanity.

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1	(5) "Genetic resources" means any material of plant, animal, microbial or other
2	origin that contains functional units of heredity and that has actual or potential
3	value for humanity.
4	(6) "Mutually agreed tersm (MAT)" is an agreement reached between the providers
5	of natural resources and users on the conditions of access and use of the resources
6	and the benefits to be shared between both parties.
7	(7) "Native species" means a species:
8	(a) That is indigenous to the State of Kosrae or Federated States of Micronesia; or
9	(b) That is indigenous to the State Fishery waters or continental shelf; or
10	(c) Members of which periodically or occasionally visit the State of Kosrae or the
11	the State Fishery waters or continental shelf.
12	(8) "Person" means any individual, firm, corporation, association, partnership,
13	agency, authority, commission, foundation; the Government of the State of
14	Kosrae, its political subdivisions, a State created entity, municipality, or other
15	institution or entity, whether public or private.
16	(9) "Prior informed consent (PIC)" means the permission given by KIRMA, a
17	landowner or traditional owner to a researcher seeking to obtain access to
18	biological resources, cultural heritage or intangible cultural heritage, in line
19	with an appropriate legal and institutional framework.
20	(10) "Research" means by systematic investigation into and study of materials and

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1	sources in order to establish facts and reach new conclusions; research methods
2	include, but are not limited to:
3	(a) Collecting biological samples or specimens;
4	(b) Studying or surveying for environmental parameters;
5	(c) Eliciting information from individuals through interviews, surveys,
6	questionaires;
7	(d) Excavating known or suspected historical sites; and
8	(e) Recording traditional songs, myths, chants, dances or stories.
9	(11) "Research output" means the written or digital work produced as a result of the
10	research. It includes, but is not limited to;
11	(a) In the case of literary works intended for general circulation, the document
12	released by the publisher;
13	(b) In the case of academic dissertations or scholarly articles, the document
14	submitted to the academic institution or the document released by the
15	publisher;
16	(c) In the case of visual media or documentaries, the final recording released by
17	the researcher for display on social media, the internet or via traditional
18	media.
19	(12) "Researcher" means any person who is engaged in a course of research.
20	(13) "Traditional knowledge" includes any knowledge that generally"

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1	(a) is or has been created, acquired or inspired for traditional economic,
2	sprititual, ritual, narrative, decorative or recreational purposes; and
3	(b) is or has been transmitted from generation to generation; and
4	(c) is regarded as pertaining to a particular traditional group, clan or
5	community of people in the State of Kosrae; and
6	(d) is collectively originated or held.
7	(14) "Traditional owners" of traditional knowledge or expressions of culture
8	means:
9	(a) the group, clan or community of people; or
10	(b) the individual who is recognized by the group, clan or community as the
11	individual;
12	in whom the custody and protection of the tradional knowledge or
13	expressions of culture are entrusted in accordance with the customary law
14	and practices of that group, clan or community.
15	Sectioon 19.1004. Research Permit. Any person intending to conduct research on the
16	natural resources, cultural heritage or intangible cultural heritage of the State of Kosrae
17	must obtain a research permit from KIRMA prior to the commencement of the research.
18	Section 19.1005. Meaning of access to biological resources.
19	(1) In this Chapter, access to biological resources means the taking of biological
20	resources of native species for research and development on any genetic

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1	resources, or biochemical compounds, comprising or contained in the
2	biological resources (other than an activity mentioned in subsection (3);
3	(2) A person is taken to have access to biological resources if there is a reason ble
4	prospect that biological resources taken by the person will be subject to
5	research and development on any genetic resources, or biochemical
6	compounds, comprising or contained in the biological resources.
7	(3) The definition of access to biological resources n subsection (1) does not
8	include:
9	(a) The taking of biological resources for a purpose other than a purpose
10	mentioned in subsection (1);
11	(b) Access to human remains;
12	(c) The taking of biological resources that have been cultivated or tended for
13	a purpose other than a purpose mentioned in subsection (1); or
14	(d) The taking of public resources for a purpose other than a purpose
15	mentioned in subsection (1).
16	(4) For subsection (3)(d), taking of public resources includes the following
17	activities:
18	(a) Fishing for commerce or recreation, games or charter fishing, or collecting
19	broodstock for aquaculture;
20	(b) Harvesting wildflowers;

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1	(c) Taking wild animals or plants for food;
2	(d) Collecting peats or firewood;
3	(e) Taking essential oils from wild plants;
4	(f) Collecting plant reproductive materials for propagation;
5	(g) Commercial forestry.
6	Section 19.1006. Meaning of access provider. In this Chapter, access provider
7	for biological resources means the Kosrae Island Resource Management Authority,
8	acting on behalf of the State of Kosrae. KIRMA shall act in the interests of all
9	Kosraean's in considering whether to provide access to biological resources.
10	Section 19.1007. Requiring for an Access and Benefit Sharing Agreement. Any
11	researcher seeking access to biological resources for non-commercial, potential
12	commercial or commercial purposes must, in addition to obtaining a research permit in
13	accordance with Section 19.1004 and the Regulations promulgated thereunder, enter into
14	a benefit sharing agreement with the access provider for the resources. The agreement
15	must be concluded on mutually agreed terms and with the prior informed consent of the
16	access provider.
17	Section 19.1008. Regulations. KIRMA shall promulgate regulations to:
18	(1) Prescribe the process for obtaining research permits;
19	(2) Prescribe the requirements of an access and benfit sharing agreement;
20	(3) Fees for research permits;

1	(4) And any other matter necessary to give effect to the purpose of this Chapter.
2	Section 19.1009. Offences. It shall be unlawful to:
3	(1) Conduct research in the State of Kosrae without obtaining a permit in
4	accordance with Section 19.1004.
5	(2) Conduct research on biological resources without first concluding an
6	access and benefit sharing agreement with the access provider in
7	accordance with Section 19.1007.
8	(3) Breach any of the conditions of a research permit or access and benefit
9	sharing agreement.
10	(4) Develop a commercial product from the biological resoruces of the State
11	of Kosrae without obtaining or amending an existing access and benefit
12	sharing agreement with the access provider.
13	(5) Provide false or misleading information in an application, or report
14	submitted as a condition of a permit, under this Chapter or Regulations
15	promulgated thereunder.
16	Section 19.1010. Civil Penalties. Any person who violates thie Chapter, any
17	regulation adopted pursuant to this Chapter, or any term or condition of a permit issued
18	pursuant to this Chapter shall be fined not more than \$10,000.00 for each separate
19	offense. Each day of each violation shall constitute a separate offense. Any action taken
20	in Court to impose or collect the penalty provided for in this Section shall be considered

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1	a civil action. In determining the amount of the penalty, the gravity of the violation, pricr
2	convictions and the demonstrated good faith of the person charged in attempt to achieve
3	rapid compliance after notification of a violation shall be considered.
4	Section 19.1011. Administrative Penalties. In addition to any other administrative or
5	judical remedy provided by this Chapter, or by regulations adopted pursuant to this
6	Chapter, the Administrator is authorized to impose by order the penalties specified in
7	Section 19.1010.
8	Section 19.1012. Criminal Penalties. In addition to any action which may be brought
9	under this Chapter, any person who violates:
10	(a) Section 19.1009(1) or 19.1009(5) shall be guilty of a Category 3 Misdemeanor.
11	(b) Section 19.1009(2) or 19.1009(4) shall be guilty of a Catergory 3 Felony.
12	(c) Section 19.1009 (3) shall be guilty of a Catergory 1 Misdemeanor.
13	Section 19.1013. Existing Permits and Agreements. Any person with an existing
14	permit, access and benefit sharing agreement, or any other agreement purporting to grant
15	access to Kosrae's biological resources for non-commercial, commercial or potential
16	commercial purposes, shall ensure that that permit or agreement is compliant with this
17	Chapter and any regulations promulgated pursuant to this Chapter within six (6) months
18	of the effective date of this Chapter.
19	Section 3. Effective Date. This act shall takes effect upon approval by the Governor
20	or upon its becoming law without such approval.

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1	
2	PASSED BY THE ELEVENTH KOSRAE STATE LEGISLATURE ON THE 13 TH
3	DAY OF NOVEMBER, 2015.
4	
5	Tulensa W. Palik
6	Speaker, Eleventh Kosrae State Legislature
7	
8	Attested by:
9	Deputy Chief Clerk
10	
11	Lyndon H. Jackson Governor, State of Kosrae
12	
13	
14	Date:

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