

A BILL FOR AN ACT

To amend title 30 of the Code of the Federated States of Micronesia by adding a new section 114 to provide for the establishment of the Federated States of Micronesia Revolving Economic Development Loan Fund and authorizing appropriations therefor, and for other purposes.

BE IT ENACTED BY THE CONGRESS OF THE FEDERATED STATES OF MICRONESIA:

1 Section 1. A new section 114 is hereby added to title 30
2 of the Code of the Federated States of Micronesia to read as
3 follows:

4 "Section 114. Federated States of Micronesia Revolving
5 Economic Development Loan Fund.

6 (1) There is hereby established the Federated
7 States of Micronesia Revolving Economic Development
8 Loan Fund (hereinafter the 'fund') separate from the
9 General Fund and other funds.

10 (2) The purpose of the fund is to establish an
11 ongoing revolving fund to provide long-term low-
12 interest economic development loans to qualified
13 citizens of the Federated States of Micronesia.

14 (3) Unless otherwise required by law, all past
15 and future appropriations to the Bank for economic
16 development loans to citizens of the Federated States
17 of Micronesia shall be deposited into the fund. All
18 repayments of principal and interest for loans made from
19 the fund shall be deposited back into the fund for
20 the purpose stated in subsection 2 of this section.
21 Further, all repayments of principal and interest for
22 loans made pursuant to Public Law No. 2-11 shall be
23 deposited into the fund. Any unexpended money in
24 the fund shall not revert to the General Fund or
25 lapse at the end of the fiscal year.

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1 (4) The fund and loans from the fund shall be
2 administered, managed, and accounted for in accordance
3 with the provisions of this chapter, other applicable
4 law, and policies and procedures established by the
5 Board of Directors of the Bank.

6 (5) The President of the Bank shall prepare and
7 submit to the Congress of the Federated States of
8 Micronesia and the President of the Federated States of
9 Micronesia annually, within 90 days after the close
10 of its fiscal year, a report on the status of the fund
11 to include:

12 (a) The total amount of money currently in
13 the fund;

14 (b) The total amount of outstanding current
15 loans;

16 (c) The total amount of repayments collected
17 in the prior fiscal year;

18 (d) The total amount of payments in default
19 in the prior fiscal year;

20 (e) The number of loans made during the
21 prior fiscal year; and

22 (f) Such other information as may be
23 required by the Congress or the President.

24 (6) Appropriations from the General Fund of the
25 Federated States of Micronesia are hereby authorized for

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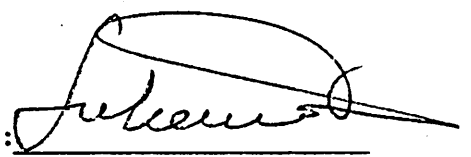
1 the purpose stated in subsection (2) of this section."

2 Section 2. Sections 114, 115, 116, 117, 118, and 119 of
3 title 30 of the Code of the Federated States of Micronesia are
4 hereby renumbered to be sections 115, 116, 117, 118, 119, and
5 120, respectively.

6 Section 3. This act shall become law upon approval
7 by the President of the Federated States of Micronesia or upon its
8 becoming law without such approval.

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10 Date: 10/28/82

Introduced by:



Luke M. Tman
(by request)

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