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A BILL FOR AN ACT

To appropriate the sum of \$1,000,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 1998, for the purpose of funding loans to enable borrowers to meet the capital contribution requirements of the Federated States of Micronesia Development Bank, and for other purposes.

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

1 Section 1. The sum of \$1,000,000, or so much thereof as
2 may be necessary, is hereby appropriated from the General Fund
3 of the Federated States of Micronesia for the fiscal year
4 ending September 30, 1998, for the purpose of funding loans to
5 enable borrowers to meet the capital contribution requirements
6 for loans from the Federated States of Micronesia Development
7 Bank (FSMDB).

8 Section 2. Funds appropriated by this act shall be
9 available for interest-bearing loans only to applicants unable
10 to meet the FSMDB capital contribution requirements for its
11 Business Development Loan Fund and whose proposals would
12 otherwise merit approval by the FSMDB. Payments on principal
13 and interest on such loans shall be deposited into the General
14 Fund of the Federated States of Micronesia, after deduction of
15 any reasonable fee that the FSMDB may charge.

16 Section 3. All funds appropriated by this act shall be
17 allotted, managed, administered, and accounted for in
18 accordance with applicable law, including, but not limited to,
19 the Financial Management Act of 1979. The allottee of the
20 funds appropriated by this act shall be the President of the
21 Federated States of Micronesia Development Bank. The allottee
22 shall be responsible for ensuring that these funds, or so much
23 thereof as may be necessary, are used solely for the purpose
24 specified in this act, and that no obligations are incurred in
25 excess of the sum appropriated. The authority of the allottee

1 to obligate funds appropriated under section 1 of this act
2 shall lapse as of September 30, 1999.

3 Section 4. This act shall become law upon approval by
4 the President of the Federated States of Micronesia or
5 upon its becoming law without such approval.

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7 Date: 11-23-97 Introduced by:



Jack Fritz

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