TENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA
SECOND REGULAR SESSION, 1997
C.B. NO. 10-141

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
9 Section 2. Funds appropriated by this act shall be
10 available for interest-bearing loans only to applicants unable
11 to meet the FSMDB capital contribution requirements for its
12 Business Development Loan Fund and whose proposals would
13 otherwise merit approval by the FSMDB. Payments on principal
14 and interest on such loans shall be deposited into the General
15 Fund of the Federated States of Micronesia, after deduction of
16 any reasonable fee that the FSMDB may charge.
17
18 Section 3. All funds appropriated by this act shall be
19 allotted, managed, administered, and accounted for in
20 accordance with applicable law, including, but not limited to,
21 the Financial Management Act of 1979. The allottee of the
22 funds appropriated by this act shall be the President of the
23 Federated States of Micronesia Development Bank. The allottee
24 shall be responsible for ensuring that these funds, or so much
25 thereof as may be necessary, are used solely for the purpose
26 specified in this act, and that no obligations are incurred in
27 excess of the sum appropriated. The authority of the allottee
to obligate funds appropriated under section 1 of this act shall lapse as of September 30, 1999.

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

Date: 1-23-97

Introduced by: Jack Fritz