A RESOLUTION

Approving and accepting the ¥2,913,000,000 financial grant, and all the terms and conditions of said grant, from the Government of Japan to the Government of the Federated States of Micronesia.

- 1 WHEREAS, the Government of Japan extended to the Government
- 2 of the Federated States of Micronesia a financial grant
- 3 (hereafter, the "Grant") up to 22,913,000,000 for Improvement of
- 4 Pohnpei International Airport; and
- 5 WHEREAS, both the Government of the Federated States of
- 6 Micronesia and the Government of Japan exchanged diplomatic notes
- 7 on January 25, 2008 concerning the Grant; and
- 8 WHEREAS, the Grant explicitly provides that the money shall
- 9 be used by the Government of the Federated States of Micronesia
- 10 properly and exclusively for the purchase of the products of Japan
- 11 or the Federated States of Micronesia and the services of Japanese
- 12 or Micronesia nationals; and
- 13 WHEREAS, the Grant further provides that the Government of
- 14 the Federated States of Micronesia shall take necessary measures:
- 15 "(a) to secure a lot of land necessary for the construction and
- 16 renovation of the Facilities and to clear the site; (b) to provide
- 17 facilities for distribution of electricity, water supply and
- 18 drainage and other incidental facilities outside the site; (c) to
- 19 ensure prompt unloading and customs clearance at ports of
- 20 disembarkation in the Federated States of Micronesia and internal
- 21 transportation therein of the products purchased under the Grant;

- 1 (d) to exempt Japanese nationals from customs duties, internal
- 2 taxes and other fiscal levies which may be imposed in the
- 3 Federated States of Micronesia with respect to the supply of the
- 4 products and services under the Verified Contracts; (e) to accord
- 5 Japanese nationals whose services may be required in connection
- 6 with the supply of the products and services under the Verified
- 7 Contracts such facilities as may be necessary for their entry into
- 8 the Federated States of Micronesia and stay therein for the
- 9 performance of their work; (f) to ensure that the Facilities
- 10 constructed and renovated and the products purchased under the
- 11 Grant be maintained and used properly and effectively for the
- 12 execution of the Project; and (g) to bear all the expenses, other
- 13 than those covered by the Grant, necessary for the execution of
- 14 the Project" and
- WHEREAS, Section 210(2) of Title 55 of the Code of the
- 16 Federated States of Micronesia requires foreign financial
- 17 assistance to be approved by Congress by resolution; now,
- 18 therefore,
- 19 BE IT RESOLVED by the Sixteenth Congress of the Federated
- 20 States of Micronesia, First Special Session, 2009, that the
- 21 ¥2,913,000,000 financial Grant from the Government of Japan,
- 22 including all the terms and conditions such as those as are
- 23 expressed in this resolution, is hereby approved and accepted; and
- 24 BE IT FURTHER RESOLVED that Congress is grateful and
- 25 appreciative to the Government of Japan for the benevolent

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1 assistance and gesture of strengthening friendly and cooperative
 2 relations; and
        BE IT FINALLY RESOLVED that certified copies of this
 4 resolution be transmitted to the President of the Federated States
 5 of Micronesia, the Secretary of the Department of Foreign Affairs,
 6 and the Government of Japan.
7
8 Date: <u>9/01/09</u>
                             Introduced by: /s/ Joe N. Suka
                                                  Joe N. Suka
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                                                  (by request)
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