

A BILL FOR AN ACT

To appropriate the sum of \$2,800,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 2015, for the purpose of authorizing the President of the FSM to extending to the FSM Telecommunications Corporation an interest-free loan, and for other purposes.

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

1 Section 1. Purpose. The purpose of this act is to extend
2 to the FSM Telecommunications corporation an interest-free loan of
3 up to \$2,800,000. The President, or his designee, shall enter
4 into a loan agreement with the FSM Telecommunication Corporation,
5 stating the terms and conditions of the loan, which shall include
6 the repayment and security for the loan."

7 Section 2. Appropriation. "The sum of \$2,800,000, or so
8 much thereof as may be necessary, is hereby appropriated from the
9 General Fund of the Federated States of Micronesia for the fiscal
10 year ending September 30, 2015, to be loaned to the FSM
11 Telecommunications Corporation. Such loan shall bear no interest
12 and is to be repaid in full within ten (10) years. No repayment
13 shall be due during the first two (2) years of the loan."

14 Section 3. Allotment and management of funds and lapse
15 date. The funds appropriated by this act shall be allotted,
16 managed, administered and accounted for in accordance with
17 applicable laws, including, but not limited to, the Financial

1 Management Act of 1979. The allottee shall be responsible for
2 ensuring that these funds, or so much thereof as may be necessary,
3 are used solely for the purpose specified in this act, and that no
4 obligations are incurred in excess of the sum appropriated. The
5 allottee of the funds appropriated under section 1 of this act
6 shall be the President of the Federated States of Micronesia or
7 his designee. The authority to obligate funds appropriated by
8 this act shall lapse on February 29, 2016."

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

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13 Date: 8/15/15

Introduced by: for /s/ Joseph J. Urusemal
Florencio S. Harper
(by request)

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