
A BILL FOR AN ACT

To further amend title 36 of the Code of the Federated States of Micronesia (Annotated) as amended, by creating a new chapter 4 thereof governing non-profit corporation, and for other purposes.

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

1 Section 1. Title 36 of the Code of the Federated States of
2 Micronesia (Annotated) as amended, is hereby further amended by
3 creating a new chapter 4 thereof, entitled: "Non-Profit
4 Corporation".

5 Section 2. Title 36 of the Code of the Federated States of
6 Micronesia (Annotated) as amended, is hereby further amended by
7 inserting a new section 401 under chapter 4, to read as follows:

8 "Section 401. For the purpose of this chapter, a non-
9 profit corporation is a corporation established for any
10 lawful purpose other than for profit. Non-profit
11 purpose includes charitable, social, recreational,
12 public benefit and religious purposes."

13 Section 3. Title 36 of the Code of the Federated States of
14 Micronesia (Annotated) as amended, is hereby further amended by
15 inserting a new section 402 under chapter 4, to read as follows:

16 "Section 402. The Registrar of Corporation may grant
17 a charter to a non-profit corporation if an application
18 is filed in conformity with section 403 of this chapter
19 for any lawful purpose not inconsistent with the
20 purposes stated in section 401. A non-profit

1 corporation shall comply with any regulation issued by
2 the President in accordance with section 404."

3 Section 4. Title 36 of the Code of the Federated States of
4 Micronesia (Annotated) as amended, is hereby further amended by
5 inserting a new section 403 under chapter 4, to read as follows:

6 "Section 403. An application for a charter as a non-
7 profit corporation shall include the following
8 documents;

9 (1) Article of incorporation, which shall contain the
10 following minimum information:

11 (a) Names and addresses of incorporators who
12 must be three or more in number, and majority of whom
13 must be residents in the Federated States of Micronesia;

14 (b) Names and addresses of the officers and
15 directors, or similar officers of the corporation;

16 (c) The purpose or purposes for which the
17 corporation is organized;

18 (d) The period of duration, which may be
19 perpetual;

20 (e) Any provision, not inconsistent with law,
21 which the incorporators may elect to set forth in the
22 articles of incorporation including any provisions for
23 the distribution of assets on dissolution or final
24 liquidation; and

25 (f) That the corporation is not organized for

