

*R & D*

A BILL FOR AN ACT

To amend Public Law No. 1-156, as amended by Public Law No. 2-8, to create a new section 3 establishing a Federated States of Micronesia Copra Stabilization Fund, and for other purposes,

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

Section 1. A new section 3 of Public Law No. 1-156, as amended by Public Law No. 2-8, is hereby created to read as follows:

"Section 3. Copra Stabilization Fund. The Authority shall establish a Federated States of Micronesia Copra Stabilization Fund, hereinafter called the "Fund."

(1) The purpose of the Fund is to separate the monies derived from the sale and marketing of copra from all other monies belonging to the Authority to guarantee that they will not be used to fund coconut processing and manufacturing projects connected with the Authority or otherwise located in the Federated States of Micronesia.

(2) All monies received by the Authority from the sale, marketing, and export of copra shall be deposited in the Fund.

(3) The monies in the Fund shall be used only to pay those expenses necessary or proper in connection with or incidental to the purchase, marketing, and sale of copra including but not limited to:

(a) Purchase of copra grown and produced in the Federated States of Micronesia;

(b) Storage of copra;

(c) Shipping and handling charges; and

(d) Marketing commissions.

(4) The Authority shall administer and invest the monies in the Fund except that no monies from the Fund shall be invested, loaned, or used in any way by any coconut processing or

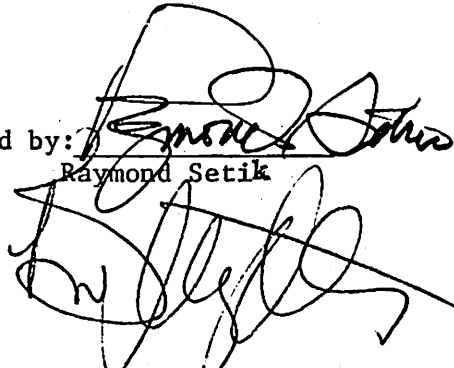
R<sup>c</sup>P

1 manufacturing projects connected with the Authority or  
2 otherwise located in the Federated States of Micronesia.  
3 (5) All assets received by the Authority from the  
4 Trust Territory Copra Stabilization Board shall be deposited  
5 in the Fund."

6 Section 2. Sections 3 through 15 of Public Law No. 1-156, as  
7 amended by Public Law No. 2-8, are hereby renumbered to be sections  
8 4 through 16.

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

12  
13 Date: November 5, 1981

Introduced by:   
Raymond Setik

14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25