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SECOND CONGRESS OF THE FEDERATED STATES OF MICRONESIA

THIRD REGULAR SESSION, 1982

C.B. No.

2-222

A BILL FOR AN ACT

To amend sections 1 through 5 of Public Law No. 6-132, as amended by Public Laws Nos. 1-55 and 1-119, on utilization of lateritic and other soil deposits, and for other purposes.

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

1 Section 1. Sections 1 through 5 of Public Law No. 6-132, as
2 amended by Public Laws Nos. 1-55 and 1-119, is hereby amended to
3 to read as follows:

4 "Section 1. The ~~President~~ Secretary of Resources and
5 Development of the Federated States of Micronesia is hereby
6 authorized and directed to ~~enter~~ undertake development of
7 lateritic soils and other resources utilizing domestic
8 or foreign expertise, including, but not limited to,
9 entering into a franchise agreement with a foreign or
10 domestic business venture, which is hereinafter referred
11 to as 'company', for the purpose of securing franchise
12 rights for the Federated States of Micronesia to use
13 patented methods relating to lateritic soil in the process
14 of manufacturing bricks, blocks, roofing tile, and floor
15 tile, as well as all other building components. All
16 negotiations with and selection of ~~the~~ such company shall
17 be made in accordance with applicable laws, U.S. Secretary
18 of Interior Orders, and standard Federated States of Micro-
19 nesia procedures for businesses entering into franchise agree-
20 ments with the Federated States of Micronesia.

21 Section 2. In the event the Secretary of Resources and
22 Development elects to enter into a franchise agreement pur-
23 suant to section 1 of this act, the ~~said~~ franchise agreement
24 shall provide sufficient latitude to the company to establish
25 and put in operation a pilot plant in one of the states of the

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1 Federated States of Micronesia, using lateritic and other
2 soil deposits in the Federated States of Micronesia; to
3 train residents of the Federated States of Micronesia to
4 operate such a plant; and to determine the feasibility
5 of constructing and operating similar plants at other
6 locations in the Federated States of Micronesia. The
7 company shall furnish information to the President Secretary
8 of Resources and Development as to the cost estimate of all
9 equipment involved in the industrial process, given the
10 size of the plant specified by the President Secretary of
11 Resources and Development; approximate shipping cost from
12 the place of origin to the Federated States of Micronesia;
13 and approximate cost of installation under the supervision
14 of an engineer of the company. The President Secretary of
15 Resources and Development shall seek to include in the
16 agreement such conditions and terms as will be required by
17 the company to research the possibilities of firing limestone
18 locally for hydrated lime, or producing other materials
19 required in the industrial process. The President Secretary
20 of Resources and Development is authorized to include such
21 other and additional conditions, terms, limitations and stipu-
22 lations as he shall deem necessary, proper or appropriate and
23 acceptable to the company. The President Secretary of
24 Resources and Development is authorized to conduct negotiations
25 with the state governments concerning the location of the pilot

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1 plant and to consider previous recommendations relating to
2 the location of the pilot plant.

3 Section 3. The sum of \$100,000, or so much thereof as
4 may be necessary, is appropriated from the General Fund of
5 the ~~Congress~~ Federated States of Micronesia and allotted to
6 the President of the Federated States of Micronesia for the
7 purpose of carrying out the provisions of this act. The sum
8 herein appropriated shall be available for the purposes herein
9 specified until spent, or until the purposes of this act have
10 been achieved.

11 Section 4. The ~~President~~ Secretary of Resources and
12 Development shall administer and expend the sum herein
13 appropriated solely for the purpose of this act.

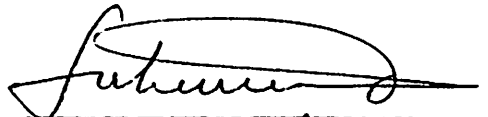
14 Section 5. The ~~President~~ Secretary of Resources and
15 Development shall submit to the Congress of the Federated
16 States of Micronesia, an annual report of his activities
17 pursuant to this act, with his recommendations as to additional
18 ways and means to better effectuate the provisions of this
19 act."

20 Section 2. This act shall become law upon approval by the President
21 of the Federated States of Micronesia or upon its becoming law without
22 such approval.

Date:

5/24/82

Introduced by:



Luke Tman
(by request)