A BILL FOR AN ACT

To further amend title 55 of the Code of the Federated States of Micronesia, as amended, by adding a new subchapter IX of chapter 6 to establish a National Government Housing Loan Guarantee Program Fund, to appropriate the sum of $2,500,000 from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 1993 to provide capitalization for the National Government Housing Loan Guarantee Program Fund, and for other purposes.

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

Section 1. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new subchapter IX of chapter 6 to be entitled "National Government Housing Loan Guarantee Program Fund."

Section 2. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new section 660 of subchapter IX of chapter 6 to read as follows:

"Section 660. Title. This act shall be known as the National Government Housing Loan Guarantee Program Act of 1993."

Section 3. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new section 661 of subchapter IX of chapter 6 to read as follows:

"Section 661. Fund established. There is hereby established a National Government Housing Loan Guarantee Program Fund, which shall be separate from the General Fund and all other funds. Money in the National Government Housing Loan Guarantee Program Fund shall not lapse or revert to the General Fund at the end of any fiscal year, but only as the banks making guaranteed loans release each guarantee."

Section 4. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new section 662 of subchapter IX of chapter 6 to read as follows:

"Section 662. Eligibility. Loans for the purpose of
building rental houses shall be guaranteed only for citizens of the Federated States of Micronesia who agree to lease all guaranteed properties to the Government for an agreed-upon period and fee."

Section 5. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new section 663 of subchapter IX of chapter 6 to read as follows:

"Section 663. Maximum amount guaranteed. The aggregate amount of all loans guaranteed shall not exceed $2,500,000."

Section 6. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new section 664 of subchapter IX of chapter 6 to read as follows:

"Section 664. Administration. The program shall be administered by the Director of the Office of Administrative Services so as to ensure that safe, clean and affordable housing will be available for National Government employees, officers and contractors."

Section 7. Title 55 of the Code of the Federated States of Micronesia is hereby further amended by adding a new section 665 of subchapter IX of chapter 6 to read as follows:

"Section 665. Regulations. The Director of the Office of Administrative Services, with the approval of the President, may promulgate regulations consistent with this act, pursuant to chapter 1 of title 17 of the Code
Section 8. The sum of $2,500,000, or so much thereof as may be necessary, is hereby appropriated from the General Fund of the Federated States of Micronesia for the fiscal year ending September 30, 1993, to the National Government Housing Loan Guarantee Program Fund, for the operation of this program.

Section 9. All funds appropriated by this act shall be allotted, managed, administered, and accounted for in accordance with applicable law, including, but not limited to, the Financial Management Act of 1979. The allottee shall be responsible for ensuring that these funds, or so much thereof as may be necessary, are used solely for the purpose specified in this act, and that no obligations are incurred in excess of the sum appropriated. The authority of the allottee to obligate funds appropriated by this act shall not lapse.

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

Date: 5/19/93

Introduced by: Joseph J. Urusemal (by request with reservation)