
A BILL FOR AN ACT

To further amend chapter 6 of title 55 of the Code of the Federated States of Micronesia, as amended, by creating a new subchapter XVIII to establish a revolving fund in order to authorize the state governments of the Federated States of Micronesia to access in advance funds from a national revolving fund subject to reimbursement by federal grants from the United States Government that will be made available to the state governments, appropriating \$500,000 seed money in the revolving fund, and for other purposes.

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

1 Section 1. Title 55 of the Code of the Federated States of
2 Micronesia, as amended, is hereby further amended by creating a
3 new subchapter XVIII under chapter 6 entitled, "Federal Grant
4 Revolving Fund."

5 Section 2. Title 55 of the Code of the Federated States of
6 Micronesia, as amended, is hereby further amended by adding a new
7 section 1613 to subchapter XVIII under chapter 6, to read as
8 follows:

9 "Section 1613. There shall be established a revolving
10 fund called the "Federal Grant Revolving Fund." All
11 monies in the revolving fund shall not lapse until the
12 revolving fund terminates pursuant to section 1615."

13 Section 3. Title 55 of the Code of the Federated States of
14 Micronesia, as amended, is hereby further amended by adding a new
15 section 1614 to subchapter XVIII under chapter 6, to read as

1 follows:

2 "Section 1614. The purpose of the revolving fund is to
3 provide to the state governments and the National
4 Government reliable funding in support of various United
5 States federal programs that are extended to the
6 Federated States of Micronesia in anticipation of the
7 availability of federal funds from the United States
8 Government. The state governments shall procure timely
9 reimbursement of funds advanced from the revolving fund.
10 This provision is in addition to the authority of the
11 National Government to offsetting of funds pursuant to
12 section 1618."

13 Section 4. Title 55 of the Code of the Federated States of
14 Micronesia, as amended, is hereby further amended by adding a new
15 section 1615 to subchapter XVIII under chapter 6, to read as
16 follows:

17 "Section 1615. The revolving fund shall without need of
18 any further act by Congress terminate two (2) years from
19 the date of approval of this act, or by September 30,
20 2015, whichever comes first. All remaining balance in
21 the revolving fund shall automatically revert to the
22 General Fund upon termination of the revolving fund."

23 Section 5. Title 55 of the Code of the Federated States of
24 Micronesia, as amended, is hereby further amended by adding a new
25 section 1616 to subchapter XVIII under chapter 6, to read as

1 follows:

2 "Section 1616. The state governments shall without
3 delay reimburse the National Government on all amounts
4 advanced from the revolving fund. It is the obligation
5 of the states to process in a timely manner the
6 paperwork, report, and justification on the use, or
7 proposed use, of federal grant funds. The states shall
8 expeditiously address any request for additional
9 information or justification by the National Government
10 or grantor of federal funds."

11 Section 6. Title 55 of the Code of the Federated States of
12 Micronesia, as amended, is hereby further amended by adding a new
13 section 1617 to subchapter XVIII under chapter 6, to read as
14 follows:

15 "Section 1617. The Secretary of the Department of
16 Finance and Administration shall make a report to the
17 President and Congress on the status of the revolving
18 fund and recommend action in case of shortage thereof."

19 Section 7. Title 55 of the Code of the Federated States of
20 Micronesia, as amended, is hereby further amended by adding a new
21 section 1618 to subchapter XVIII under chapter 6, to read as
22 follows:

23 "Section 1618. If any amount is owed by the state
24 governments to the revolving fund, then the National
25 Government is entitled to offset such amount owing with

