

AN ACT

APPROPRIATING THE SUM OF TEN THOUSAND DOLLARS (\$10,000) TO FUND A LOAN TO THE PATTIW COOPERATIVE ASSOCIATION FOR THE PURCHASE OF A FISHING VESSEL.

BE IT ENACTED BY THE TRUK DISTRICT LEGISLATURE THAT:

Section 1. Appropriation. There is hereby appropriated out of the General Fund of the Truk District Legislature, the sum of ten thousand dollars (\$10,000) for the purpose of funding a loan to the Pattiw Cooperative Association for the purchase of a fishing vessel. If feasible the vessel shall be purchased from the Truk Boat Building Program.

Section 2. Administration. The District Administrator, Truk, is authorized to administer the funds appropriated by this Act. The District Administrator shall proffer a loan agreement to the Pattiw Cooperative Association which shall include the following provisions:

- (1) The loan shall consist of ten thousand dollars (\$10,000).
- (2) Annual installments shall be paid over a ten year period with the first installment two years from the date the loan is issued. Each installment shall be one thousand dollars (\$1,000).
- (3) The only interest charged to the Cooperative shall be for delinquent payments of the annual installments. The interest rate shall be two percent annual interest accrued daily on the unpaid balance of the delinquent installment.

- (4) The fishing vessel shall serve as security for the loan.

Section 3. Reversion. Any funds appropriated by this Act and interest accrued therefrom shall revert to the General Fund of the Truk District Legislature upon payment of installments or interest by the Cooperative to the District Administrator.

Approved by _____
District Administrator

Section 4. Effective Date. This Act shall take effect upon its approval by the District Administrator, Truk, or upon its becoming law without such approval.

Signed by: K. Sana
Koichi Sana, Speaker
Truk District Legislature

Attested to: Datasy Albert
Datasy Albert
Legislative Clerk/Secretary
Truk District Legislature

Date: 7/29/76

Approved by: Mitaro S. Danis
Mitaro S. Danis
District Administrator, Truk

Date: 8/18/76