

W&M

A RESOLUTION

Approving the Director of Finance and Administration to seek extension and use of an overdraft protection facility with the Bank of FSM, or with other banks as is seen appropriate for purpose of the Government's payrolls.

1 WHEREAS, development in the State of Kosrae has been adversely affected because of the
2 lack of a potable water system; and the Government has had an overdraft protection line for
3 \$200,000 with the Bank of FSM which was used to prevent returned/bounced checks against our
4 accounts with them for this past year; and,

5 WHEREAS, this protection will end on August 31, 2020; and

6 WHEREAS, it is most essential and appropriate to use a service such as this especially
7 since almost all cash we use never advanced causing account overdrafts; and,

8 WHEREAS, this Resolution is a necessary legal to allow this facility to be negotiated; and
9 now therefore

10 BE IT RESOLVED BY THE 12th LEGISLATURE, that the Director of Finance and
11 Administration is authorized to seek this assistance from the Bank of FSM, or an appropriate
12 Bank, and execute all pertinent documents to establish this facility in the name of the State. This
13 authorization allows a maximum facility of \$200,000 only per annum; and,
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TWELFTH KOSRAE STATE LEGISLATURE
FOURTH REGULAR SESSION, AUGUST 2020

L.R. No. 12-188

1 BE IT FURTHER RESOLVED, that certified copies of this resolution shall be transmitted
2 to the Honorable Carson K. Sigrah, Governor of the State of Kosrae, Director Rensley A. Sigrah,
3 of the Department of Finance and Administration; Mr. Kun J. Sigrah, Manager of Bank of FSM-
4 Kosrae Branch.

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Date: 8/18/20

Introduced by: *J. W. W. W.*
(by Request)