

J&GO / W&M

A BILL FOR AN ACT

To amend Section 1.201 of Chapter 2 of Title 1 of the Kosrae State Code by adding there under a definition of what qualifies as a non-profit organization ; and for other purposes.

BE IT ENACTED BY THE KOSRAE STATE LEGISLATURE

1 Section 1. Purpose. The purpose of this Act is to amend Section 1.201 of Title 1, Chapter
2 of the Kosrae State Code by adding there under a definition of what qualifies as a non-profit
3 organization so that by enacting such law the Legislature will fulfill its obligation to enact a law
4 providing for the qualification of non-profit organizations which is required by Section 3 of
5 Article IX of the Kosrae State Constitution

6 Section 2. Amendment. Section 1.201 of Chapter 2 of Title 1 of the Kosrae State Code
7 shall be amended by adding the following definition as follows:

8 “Section 1.201. Definitions. Unless another meaning clearly appears in the Code, the
9 following terms have the meaning indicated:

- 10 ...
- 11 ...
- 12 ...


13 (92) “Non-profit organization”: an entity qualifies as a non-profit organization if it is an
14 entity organized for purposes other than generating profit and in which no part of the entity’s
15 income is distributed to its members, directors or officers regardless of whether the entity was
16 established for a public purpose ”

1 Section 3. Effective Date. This Act takes effect upon the approval of the Governor or
2 upon its becoming law without such approval.

3

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5 Date: 11.16.20

Introduced by: 
Alik S. Isaac