

THIRTEENTH KOSRAE STATE LEGISLATURE

FIRST SPECIAL SESSION, MARCH 2023

L.B. No. 13-26

Re'D / ETC & I

A BILL FOR AN ACT

To amend the Kosrae State Code by repealing Chapter 15 of Title 7 of the Kosrae State Code in its entirety; and for other purposes.

BE IT ENACTED BY THE KOSRAE STATE LEGISLATURE

1 Section 1. Purpose. The purpose of this act is to amend the Kosrae State code by
2 repealing the entire Chapter 15 of Title 7.

3 Section 2. Amendment. Title 7, Chapter 15 of the Kosrae State Code is hereby
4 repealed:

5 ~~Chapter 15. Semo Micronesia Inc.~~

6 ~~Section 7.1501. Joint venture agreement. Pursuant to a joint venture agreement~~
7 ~~entered into on October 21, 1995, between the Kosrae State Government and Semo Co.,~~
8 ~~Ltd., a Korean company, a joint venture company named Semo Micronesia, Inc. was~~
9 ~~established.~~

10 ~~Background Added by State Law 7-8. Renumbered by S.L. No 10-113~~

11 ~~Section 7.1502. Nominations to the Board of Directors, terms, compensation.~~
12 ~~Pursuant to the Second Amendment to joint venture agreement, Kosrae State makes three~~
13 ~~nominations to the Board of Directors of Semo Micronesia, Inc. The Governor makes~~
14 ~~these nominations to the Board with the advice and consent of the Legislature. Kosrae~~
15 ~~board members serve a term of four years.~~

16 ~~Background Added by State Law 7-8. Renumbered by S.L. No 10-113~~

THIRTEENTH KOSRAE STATE LEGISLATURE

FIRST SPECIAL SESSION, MARCH 2023

L.B. No. 13-26

1 ~~Section 7.1503. Reporting requirements. The Board of SEMO Micronesia, Inc.~~
2 ~~shall provide to the Office of the Office of the Governor and the Kosrae State Legislature~~
3 ~~an annual report on operations of the SEMO Micronesia, Inc., which report shall include~~
4 ~~an annual financial statement, within 60 days after the end of each year, and when~~
5 ~~requested by the Governor or the Legislature, present special reports within 30 days after~~
6 ~~the end of the quarter for which the report is requested.~~


7 ~~Background Added by State Law 7-8. Amended by State Law 9-108 (Sept. 2009).~~
8 ~~Renumbered by S.L. No 10-113~~

9 ~~Section 7.1504. Transfer of shares. The Kosrae State government shall not pledge,~~
10 ~~sell, transfer, or otherwise encumber or dispose of all or any of its shares in Semo-~~
11 ~~Micronesia Inc., without the prior approval of the Kosrae State Legislature. The Kosrae~~
12 ~~State Legislature's approval of such action shall be by resolution.~~

13 ~~Background Added by State Law 7-8. Renumbered by S.L. No 10-113~~

14
15 Section 3. Effective Date. This act takes effect upon the approval of the Governor or upon
16 its becoming law without such approval.

17
18
19
20 Date: 4/11/23

Introduced by: 

Lyndon H. Jackson