
AN ACT

To amend the Scholarship Assistance Act 1979 and to provide for the creation of a Trust Account.

BE IT ENACTED BY THE NITIJELA OF THE MARSHALL ISLANDS:

1 Section 1. Short title and effective date.

2 This Act may be cited as the Scholarship Assistance
3 (Amendment) Act 1986 and shall come into effect on the date on which it
4 becomes law.

5 Section 2. Amendment of Section 6.208.

6 Section 6.208 of the Scholarship Assistance Act 1979 (P.L.
7 1979-19), as amended by P.L. 1983-5, hereinafter referred to as the
8 principal enactment, is hereby amended by renumbering that Section as
9 Subsection (1) and by the inclusion of the following Subsections as
10 Subsections (2) and (3) immediately after Subsection (1):

11 "(2) There shall be paid into the Scholarship Fund
12 Account:

13 (a) all monies appropriated by the Nitijela
14 for scholarship assistance;

15 (b) all monies received under Title Two,
16 Article I, Section 216(a)(3) of the
17 Compact of Free Association Act 1985
18 (P.L. 99-239) of United States of
19 America; and

20 (c) such other grants, gifts and donations
21 received by the Board from any other source.

1 (3) The monies in the Scholarship Fund Account shall not
2 be utilized by the Board except for the following
3 purposes:

- 4 (a) scholarship assistance in terms of the
5 provisions of the Act;
- 6 (b) administrative expenses that may be incurred by
7 the Board; and
- 8 (c) transfer of any sum to the Scholarship Trust
9 Account as determined by the Board.

10 Section 3. Insertion of Sections 6.209 and 6.210.

11 The principal enactment is hereby further amended by the
12 insertion of following new Sections as Section 6.209 and 6.210
13 immediately after Section 6.208:

14 6.209. Scholarship Trust Account

15 (1) There shall be established a separate
16 Account called the Scholarship Trust
17 Account in addition to the Scholarship
18 Fund Account created under Section 6.208.

19 (2) all monies transferred from the
20 Scholarship Fund Account to the Scholarship
21 Trust Account by the Board shall be placed
22 in the said Trust Account."

23 6.210 Administration of the Trust Account

24 (1) The Scholarship Trust Account shall be
25 administered by the Board.

1 (2) All monies placed in the said Trust
2 Account shall be invested, with the approval
3 of the Cabinet, in guaranteed securities so
4 as to tenerate interest and income.

5 (3) The interest and income so derived
6 under Subsection (2) shall be credited to
7 the Scholarship Fund Account annually.

8 Certificate

9 I hereby certify:

10 (1) that the above Nitijela Bill No. 116 has been passed by the
11 Nitijela of the Marshall Islands on the 12th day of December, 1986;
12 and

13 (2) that I am satisfied that Nitijela Bill No. 116 has been
14 passed in accordance with the Constitution of the Marshall Islands and
15 the Rules of the Nitijela.

16 I hereby place my signature before the Clerk of the Nitijela this
17 19th day of December, 1986.

18

19 /s/ Andrew Misaiab
20 Andrew Misaiab, Vice-Speaker
21 Nitijela of the Marshall Islands

21

22 Attest:

23

24 /s/ Rufina N. Jack
25 Rufina N. Jack, Clerk
26 Nitijela of the Marshall Islands