



Tuvalu

# GOVERNMENT BORROWING AND GUARANTEE (AMENDMENT) ACT 2016

Act No12 of 2016

## AN ACT TO AMEND SECTION 6(1) OF THE GOVERNMENT BORROWING AND GUARANTEE ACT

Commencement [13th January 2017]

### 1 Short Title

- (1) This Act may be cited as the Government Borrowing and Guarantee (Amendment) Act 2016.
- (2) This Act shall come into force on the date of its publication by exhibition.

### 2 Amendment to section 6(1)

Section 6(1) of the Act is amended by inserting a new section 6A (1) with the following provision:-

- 6 A (1) Notwithstanding subsection (2)(a) of this section and for the purposes of the Credit Guarantee Program of the Government of Tuvalu, the Minister shall have the following powers:-
- (a) to approve the guarantee of loans under the Credit Guarantee Program to a sum not more than \$10,000 for each transactions;
  - (b) all guarantees necessary to be paid out by Government under (a) shall be appropriated accordingly;
  - (c) any approval Minister for guarantee under this subsection must be in accordance with the Credit Guarantee Program.
  - (d) any guarantee by the Government for any purposes other than its Credit Guarantee Program shall require the approval of Parliament in accordance with subsection (2) of this section.

