

**KENTUCKY UNITED NATIONS ASSEMBLY
OFFICIAL PROPOSAL**

Proposal #: **21**

Assignment: **E**

Country: **Serbia** School: **duPont Manual HS** City: **Louisville**
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Thomas Barber

Title: **An act to distribute microloans to less economically developed countries**

BE IT HEREBY ENACTED BY THE GENERAL ASSEMBLY OF THE UNITED NATIONS

Justification Clause: In 1999, NATO's bombing of Serbia resulted in much damage to its economy and a GDP per capita of \$1,160 in 2000. Since then, Serbia's GDP rose to \$10,500. Serbia's economy grew enough that it is now an European Union candidate. However, not all countries are doing as well, economically. In an effort to create more jobs in these countries, we propose that the U.N. give microloans to innovators in countries that are less economically developed.

Section I: The U.N. will be allowed to distribute microloans to qualified individuals who have innovative ideas and are willing to implement them to benefit the economy of their country.

Section II: Loans will range from \$1,000-\$25,000 with non-compound interest rates of 0.5% annually. Repayments for loans will begin 6 months afterwards. Minimum monthly repayment is 10% of the remainder of the loan.

Section III: Loans will be distributed to applicants between the ages of 20-40, have debts of less than \$500, and from countries with a GDP Per Capita of less than \$30,000.

Section IV: If 20% of approved applicants from a country do not meet the minimum payment for each month, further loans to that country will be suspended until all loans from living applicants are repaid.

Section V: A Microloan Committee, consisting of one person from each country with a GDP Per Capita of \$30,000 or more, will be created that will be responsible for approving and distributing loans. The number of committee members and the qualifying GDP Per Capita are subject to change at the U.N.'s discretion.

Subsection I: Each country that qualifies for the committee will be responsible for choosing a representative. A new committee chair will be elected each year from the members within the committee.

Section VI: An application will be available in the applicant's local government center, post office, and on the U.N.'s website. Another citizen from the applicant's country, whose debts don't exceed \$500, must cosign applications.

Section VII: Funding for this program will come from the U.N.'s reserve money through the Department of Economic and Social Affairs, which will be paid back in full. Excess money from this program will help fund other programs and assist in future funding for loans.

Section VIII: If approved, this bill will be effective immediately.