AN ACT

To further amend Public Law No. 13-57, as amended, by amending section 1 thereof to authorize the use of $400,000 to fund consultancy services to pursue the Investment Development Fund grant and for reporting requirements under the Amended Compact, to support the work of the FSM tax reform task force, and for other purposes.

BE IT ENACTED BY THE CONGRESS OF THE FEDERATED STATES OF MICRONESIA:

Section 1. Section 1 of Public Law No. 13-57, as amended by Public Law No. 13-76, is hereby further amended to read as follows:

"Section 1. Authorization. The President of the Federated States of Micronesia is hereby authorized to utilize a portion of the proceeds of the first tranche of the FSM National Government’s portion of the Private Sector Development (PSD) Program loan from the Asian Development Bank:

(a) in an amount not to exceed $180,000 for the Division of Customs and Tax Administration, within the Department of Finance and Administration, to employ a certified tax accountant and a lawyer specializing in taxation law for the purpose of improving taxation collection and administration within the Division of Customs and Tax Administration;

(b) in an amount not to exceed $120,000 to support the work of the FSM tax reform task force; and

(c) in an amount not to exceed $100,000 to fund
consultancy services to pursue the Investment Development Fund grant and for reporting requirements under the Amended Compact.

Each position shall be a contract position for a period of one (1) year. The selection criteria for each position shall include at least equivalent qualifications in the relevant field to those which are set out in the eligibility criteria for the professional premium under section 163 of the National Public Service System Act, as amended from time to time."

Section 2. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

April 20, 2005

/s/ Joseph J. Urusemal
Joseph J. Urusemal
President
Federated States of Micronesia