

A BILL FOR AN ACT

To further amend section 221 of title 54 of the Code of the Federated States of Micronesia, as enacted by P.L. No. 9-139 and amended by P.L. No. 13-60, to change the import duties applicable to certain products, and for other purposes.

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

1           Section 1. Section 221 of title 54 of the Code of the  
2 Federated States of Micronesia as enacted by Public Law No.  
3 9-139, and amended by Public Law No. 13-60, is hereby further  
4 amended to read as follows:

5           "Section 221. Levy and rates.

6           The following import duties are hereby levied on all  
7 products specified herein which are imported into the  
8 FSM:

9           (1) cigarettes, at the rate of [~~\$0.025~~] \$0.050 per  
10 cigarette; [~~provided that this rate shall increase by~~  
11 ~~\$0.005 per cigarette on January 1 of each of the years~~  
12 ~~2007, 2009, 2011, 2013 and 2015;~~]

13           (2) tobacco, other than cigarettes, at the rate of  
14 fifty percent *ad valorem*;

15           (3) perfumery[~~,~~] and cosmetics [~~, and toiletries,~~]  
16 including cologne and other toilet waters, articles of  
17 perfumery, whether in sachets or otherwise, and all  
18 preparations used as applications to the hair or skin,

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1 lipsticks, pomades, powders, and other [~~toilet~~] cosmetic  
2 preparations not having medicinal properties, at the  
3 rate of twenty five percent *ad valorem*;

4 (4) soft drinks and packaged chips of all kinds [~~7~~  
5 ~~drink mixes, drink preparations, coffee, tea, and~~  
6 ~~nonalcoholic beverages,~~] at the rate of ~~twenty five~~  
7 fifty percent *ad valorem* [~~provided, however, that any~~];

8 (5) beverages having a fruit juice content of twenty  
9 five percent or more by volume shall be at the rate of  
10 [~~three~~] five percent *ad valorem*;

11 ([~~5~~]6) beer and malt beverages, at the rate of \$0.25 per  
12 12 fluid ounces;

13 ([~~6~~]7) distilled alcoholic beverages and wine, at the  
14 rate of twelve dollars per gallon;

15 [~~(7) wine at the rate of thirty percent ad valorem;~~]

16 (8) foodstuffs for human consumption, at the rate of  
17 [~~three~~] five percent *ad valorem*; provided, however, that  
18 fresh and frozen fish [~~and frozen seafood~~] shall be at  
19 the rate of twenty-five percent *ad valorem*;

20 (9) bottled water at the rate of fifty percent ad  
21 valorem;

22 (10) [~~(9)~~] gasoline, [~~and~~] diesel fuel, and lubricants  
23 at the rate of five cents per gallon;

24 (11) [~~(10)~~] laundry bar soap[~~7~~] and hygienic toiletries  
25 including bath soaps, deodorants, dental products, tooth

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1           paste and mouthwash at the rate of [~~twenty~~] five percent  
2           *ad valorem*; and

3            (12) Motorized vehicles and vehicle and equipment  
4           carriers at the rate of five percent.

5            (11) [(13)] all other imported products, except those  
6            specified above, at the rate of [~~four~~] ten percent *ad*  
7            *valorem*."

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

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12 Date: 5/12/10

Introduced by: /s/ Peter M. Christian  
Peter M. Christian

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