A BILL FOR AN ACT

To propose an amendment to subsection (e) of section 2 of article IX of the Constitution of the Federated States of Micronesia for the purpose of providing that the States may impose a surtax on any National income tax, and for other purposes.

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

1. Section 1. Proposed amendment. It is hereby proposed that subsection (e) of section 2 of article IX of the Constitution of the Federated States of Micronesia be amended to read as follows:

"Section 2. The following powers are expressly delegated to Congress:

. . .

(e) to impose taxes on income, provided a State may impose a surtax on any national tax based on income;"

2. Section 2. Procedure. Upon this act becoming law, the proposed constitutional amendment set out in section 1 will become part of the Constitution after completion of certain procedures and ratification as required by chapter 7 of title 1 of the Code of the Federated States of Micronesia.

3. Section 3. Effective date. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

Date: 5 21 93

Introduced by: Moses Nacholung