
A BILL FOR AN ACT

To amend section 221 of title 54 of the Code of the Federated States of Micronesia (Annotated), as amended, to increase the import duties levied on used vehicles, 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 (Annotated), as amended, is
3 hereby amended to read as follows:

4 "Section 221. Levy and rates.

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

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

12 (2) tobacco, other than cigarettes, at the rate
13 of 50 percent *ad valorem*;

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

1 pomades, powders, and other toilet preparations
2 not having medicinal properties, at the rate of
3 25 percent *ad valorem*;

4 (4) soft drinks, drink mixes, drink
5 preparations, coffee, tea, and nonalcoholic
6 beverages, at the rate of 25 percent *ad valorem*,
7 provided, however, that any beverage having a
8 fruit juice content of 25 percent or more by
9 volume shall be at the rate of three percent *ad*
10 *valorem*;

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

13 (6) distilled alcoholic beverages, at the rate
14 of 12 dollars per gallon;

15 (7) wine at the rate of 30 percent *ad valorem*;

16 (8) foodstuffs for human consumption, at the
17 rate of three percent *ad valorem*; provided,
18 however, that fresh and frozen fish and seafood,
19 shall be at the rate of 25 percent *ad valorem*;

20 (9) gasoline and diesel fuel, at the rate of
21 five cents per gallon;

22 (10) laundry bar soap, at the rate of 25 percent *ad*
23 *valorem*; [~~and~~]

24 (11) used automobiles, at the rate of 10 percent,
25 CIF; and

1 [~~(11)~~] (12) all other imported products, except
2 those specified above, at the rate of four percent
3 *ad valorem*."

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

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8 Date: 2/2/18

Introduced by: /s/ Joseph J. Urusemal
Joseph J. Urusemal

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