

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 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 (Annotated), as amended, is hereby  
3 amended to read as follows:

4           "Section 221. Levy and rates.

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

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

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

14           (3) perfumery, cosmetics, and toiletries,  
15 including cologne and other toilet waters, articles  
16 of perfumery, whether in sachets or otherwise, and  
17 all preparations used as applications to the hair or  
18 skin, lipsticks, pomades, powders, and other toilet  
19 preparations not having medicinal properties, except  
20 toothpaste, mouthwash, and other items necessary for

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1           health and personal hygiene, at the rate of twenty  
2           five percent *ad valorem*;

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

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

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

13          (7) wine at the rate of thirty percent *ad valorem*;

14          (8) foodstuffs for human consumption, including  
15          coffee and tea, at the rate of three percent *ad*  
16          *valorem*; provided, however, that fresh and frozen fish  
17          and seafood, shall be at the rate of twenty five  
18          percent *ad valorem*;

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

21          ~~(10) [laundry bar soap at the rate of twenty five~~  
22          ~~percent *ad valorem*; and]~~ [RESERVED]

23          (11) all other imported products, except those  
24          specified above, at the rate of four percent *ad*  
25          *valorem*."

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

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5 Date: 12/10/21

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

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