
A BILL FOR AN ACT

To further amend title 54 of the Code of the Federated States of Micronesia, as amended, by amending section 221 thereof to exempt import duties applicable to gasoline and diesel fuel, 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 amended by Public Laws Nos.
3 9-139 and 13-60, is hereby further 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 the
7 FSM:

8 (1) cigarettes, at the rate of \$0.025 per cigarette,
9 provided that this rate shall increase by \$0.005 per
10 cigarette on January 1 of each of the years 2007, 2009,
11 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, including
15 cologne and other toilet waters, articles of perfumery,
16 whether in sachets or otherwise, and all preparations
17 used as applications to the hair or skin, lipsticks,
18 pomades, powders, and other toilet preparations not

1 having medicinal properties, at the rate of twenty five
2 percent *ad valorem*;

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

9 (5) beer and malt beverages, at the rate of \$0.25 per
10 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, at the rate of
15 three percent *ad valorem*; provided, however, that fresh
16 and frozen fish and seafood, shall be at the rate of
17 twenty five percent *ad valorem*;

18 (9) ~~[gasoline and diesel fuel, at the rate of five~~
19 ~~cents per gallon]~~gasoline and diesel fuel are exempt
20 from import duties;

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

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.

4

5 Date: 9/13/05

Introduced by: /s/ Dohsis Halbert
Dohsis Halbert

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24