
A BILL FOR AN ACT

To further amend title 21 of the Code of the Federated States of Micronesia, as amended by Public Law No. 11-026, by amending section 208 thereof for the purpose of making the Telecommunications Corporation liable for the payment of any tax, assessment or contribution as may be required by law, and for other purposes.

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

1 Section 1. Section 208 of title 21 of the Code of the
2 Federated States of Micronesia, as amended by Public Law No. 11-
3 26, is hereby further amended to read as follows:

4 "Section 208. Tax Liability.

5 The Corporation shall exist and operate solely for the
6 benefit of the public and shall be [~~exempt from any~~
7 ~~taxes or assessments except import taxes or activities~~]
8 liable for the payment of any tax, assessment or
9 contribution as may be required by law. Nothing herein
10 shall be deemed to exempt employees and independent
11 contractors of the Corporation from tax liability for
12 services rendered to the Corporation; and the
13 Corporation shall be liable for the employers'
14 contributions to the Social Security System of the
15 Federated States of Micronesia in the manner provided by
16 law."

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19 Section 2. This act shall become law upon approval by the

1 President of the Federated States of Micronesia or upon its
2 becoming law without such approval.

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4 Date: 2/12/10

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

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