

A BILL FOR AN ACT

To further amend section 805 of title 54 of the Code of the Federated States of Micronesia, as amended by Public Laws Nos. 10-68, 13-21, 13-60, and 15-24 to increase the States share of certain taxes collected.

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

1 Section 1. Section 805 of title 54 of the Code of the
2 Federated States of Micronesia, as amended by Public Laws Nos.
3 10-68, 13-21, 13-60 and 15-24, is hereby further amended to
4 read as follows:

5 "Section 805. Distribution of revenues.

6 (1) (a) The treasurer of the Federated States of
7 Micronesia shall pay eighty percent of the net taxes
8 collected pursuant to section 221(9) of this title
9 and, beginning January 1, [~~2004~~] 2011 and continuing
10 thereafter, [~~fifty~~] seventy percent of all other net
11 taxes collected pursuant to sections 121, 141, and
12 221 of this title into the treasury of the State
13 government to which the taxes are attributable for
14 appropriation by the State legislature.

15 (b) Twenty five percent of the amount
16 remaining, after the transfer of funds pursuant to
17 subsection 1(a) of this section, of the net taxes
18 collected pursuant to subsection 221(1) of this title
19 shall be placed in an account to be used solely for

1 post-graduate school scholarships or full-time post-
2 secondary courses of study leading to commercial
3 Federal Aviation Administration (FAA) licenses,
4 ratings and certifications. The allottee of the
5 scholarship funds shall be the President of the
6 Federated States of Micronesia or his designee;

7 (c) Except as specifically provided in parts
8 (a) and (b) of this subsection, all net taxes
9 collected shall be part of the General Fund of the
10 Federated States of Micronesia, subject to
11 appropriation by Congress pursuant to title 55 of the
12 Code of the Federated States of Micronesia.

13 (2) 'Net taxes' as used in subsection (1) of this
14 section means gross collections of taxes, penalties,
15 interest, or other related charges less refunds."

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

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20 Date: 1/19/11 Introduced by: /s/ Setiro Paul
21 Setiro Paul
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